1	H.125
2	Introduced by Representatives Brumsted of Shelburne and Dolan of Essex
3	Junction
4	Referred to Committee on
5	Date:
6	Subject: Executive; boards and commissions
7	Statement of purpose of bill as introduced: This bill proposes to repeal or to
8	revise provisions regarding certain boards and commissions.
9	An act relating to boards and commissions
10	It is hereby enacted by the General Assembly of the State of Vermont:
11	* * * Government Accountability Committee * * *
12	Sec. 1. REPEAL OF GOVERNMENT ACCOUNTABILITY COMMITTEE
13	2 V.S.A. chapter 28 (Government Accountability Committee) is repealed.
14	Sec. 2. GOVERNMENT ACCOUNTABILITY; LEGISLATIVE INTENT
15	It is the intent of the General Assembly that the House Committee on
16	Government Operations and Military Affairs and Senate Committee on
17	Government Operations should reexamine the principle of government
18	accountability with a focus on how evidence is used to inform policy, how

- information is publicly conveyed, and the Committees should propose
- 2 <u>statutory amendments as needed to accomplish these goals.</u>
 - Sec. 2a. GOVERNMENT ACCOUNTABILITY; SUMMER

 GOVERNMENT ACCOUNTABILITY COMMITTEE; REPORT
 - (a) Creation. There is created the Summer Government Accountability

 Committee to reexamine the principle of government accountability in the

 Legislative Branch.
 - (b) Membership. The Summer Government Accountability Committee shall be composed of the following members:
 - (1) four current members of the House of Representatives, not from the same political party, who shall be appointed by the Speaker of the House; and
 - (2) four current members of the Senate, not from the same political party, who shall be appointed by the Committee on Committees.
 - Committee Small consider the issue of accountability in the Legislative Branch, including the following:
 - (1) ways to ensure that the Legislanve Branch is accountable to the people of Vermont by creating new processes and metrics by which to measure accountability.

- (2) ways to ensure equity in pay across commissions, boards, and joint legislative communes based on the nature of the service and required skill level; and
- (3) codifying mechanisms for controlling and restrancing the increasing number of commissions, boards, and joint legislative committees.
- (c) Powers and duties. The Summer Government Accountability

 Committee shall consider the issue of accountability in the Legislative Branch,

 including the following:
- (1) ways to ensure that the Legislative Branch is accountable to the people of Vermont by creating new processes and metrics by which to measure accountability;
- (2) ways to ensure equity in pay across commissions, boards, and joint legislative committees based on the nature of the service and required skill level;
- (3) ways to ensure equitable participation on boards and commissions and in any public engagement process mandated by the State or General Assembly by providing appropriate compensation and material support; and
- (4) codifying mechanisms for controlling and restraining the increasing number of commissions, boards, and joint legislative committees.
- (d) Assistance. For purposes of scheduling meetings and preparing recommended legislation, the Summer Government Accountability Committee

shall have the assistance of the Office of Legislative Operations and the Office of Legislative Counsel.

(e) Report. On or before January 15, 2024, the Summer Government

Accountability Committee shall report to the House Committee on Government

Operations and Military Affairs and the Senate Committee on Government

Operations with any recommendations for legislative action.

(f) Meetings.

- (1) A member of the House of Representatives designated by the Speaker of the House shall call the first meeting of the Summer Government Accountability Committee to occur on or before July 1, 2023.
- (2) The Summer Government Accountability Committee shall select a chair from among its members at the first meeting.
- (3) A majority of the members of the Summer Government

 Accountability Committee shall constitute a quorum.
- (4) The Summer Government Accountability Committee shall cease to exist on November 1, 2024.
- (g) Compensation and reimbursement. For attendance at meetings during adjournment of the General Assembly, the members of the Summer Government Accountability Committee shall be entitled to per diem compensation and reimbursement of expenses pursuant to 2 V.S.A. § 23 for not

more than four meetings. These payments shall be made from monies appropriated to the General Assembly.

1	* * * State Boards and Commissions Registry * * *
2	Sec. 3. 3 V.S.A. § 116a is amended to read:
3	§ 116a. STATE BOARDS AND COMMISSIONS REGISTRY
4	* * *
5	(c) As used in this section, "State board or commission" means a
6	professional or occupational licensing board or commission, advisory board or
7	commission, appeals board, promotional board, interstate board, supervisory
8	board or council, or any other similar entity that:
9	(1) is created by State law, by federal law and contains State appointees,
10	or by executive order;
11	(2) is established as or is attached to an Executive Branch entity;
12	(3) has statewide jurisdiction or carries out a State function; and
13	(4) is not composed of members appointed exclusively by regional,
14	county, or municipal entities.
15	* * * Vermont Pension Investment Commission * * *
16	Sec. 1 2 VS 1 & 522 is amended to read:
17	§ 522. VERMONT PENSION INVESTMENT COMMISSION
18	ψ ψ ψ

1	(h) Compared in and reimburgements. Members and alternates of the
2	Con mission who are not public employees shall be entitled to per diem
2	Continission who are not public employees shall be entitled to per diem
3	compensation as set forth permitted in 32 V.S.A. § 1010 and reimbursement
4	for all necessary expenses that they may incur through service on the
5	Commission from the funds of the retirement systems. The Chair of the
6	Commission may be compensated from the funds at a level not to exceed one-
7	third of the salary of the State Treasurer, as determined by the other members
8	of the Commission.
9	(i) Assistance and expenses.
10	(1) The Commission shall have the administrative and technical suppor
11	of the Office of the State Treasurer.
12	(2) The Commission may collect proportionally from the funds of the
13	three retirement systems and any individual municipalities that have been
14	allowed to invest their retirement funds pursuant to subsection 523(a) of this
15	title, any expenses incurred that are associated with carrying out its duties, and
16	any expenses incurred by the Treasurer's office in support of the Commission.
17	(3)(2) The Attorney General shall serve as legal advisor to the
18	Commission.

Sec. 4. 3 V.S.A. § 522 is amended to read:

§ 522. VERMONT PENSION INVESTMENT COMMISSION

* * *

- (h) Compensation and reimbursements. Members and alternates of the Commission who are not public employees shall be entitled to per diem compensation as set forth permitted in 32 V.S.A. § 1010 and reimbursement for all necessary expenses that they may incur through service on the Commission from the funds of the retirement systems. The Chair of the Commission may be compensated from the funds at a level not to exceed one-third of the salary of the State Treasurer, as determined recommended by the other members of the Commission and approved through the State budget process.
 - (i) Assistance and expenses.
- (1) The Commission shall have the administrative and technical support of the Office of the State Treasurer.
- (2) The Commission may collect proportionally from the funds of the three retirement systems and any individual municipalities that have been allowed to invest their retirement funds pursuant to subsection 523(a) of this title, any expenses incurred that are associated with carrying out its duties, and any expenses incurred by the Treasurer's office in support of the Commission.
- (3)(2) The Attorney General shall serve as legal advisor to the Commission.

* * * Commission on Women Quorum * * *

Sec. 4a. 3 V.S.A. § 5025 is amended to read:

§ 5025. THE COMMISSION ON WOMEN

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* * *

(e) Nine members A majority of the currently appointed members of the Commission shall constitute a quorum of the Commission. Once a quorum has been established, the vote of a majority of the members present at the time of the vote shall be an act of the Commission.

* * *

- 1 * * * Repeal of Agricultural Finance Program Advisory Panel * * * 2 Sec. 5. 10 V.S.A. § 213 is amended to read: 3 § 213. AUTHORITY; ORGANIZATION 4 (a) The Vermont Economic Development Authority is hereby created and 5 established as a body corporate and politic and a public instrumentality of the 6 State. The exercise by the Authority of the powers conferred upon it in this 7 chapter constitutes the performance of essential governmental functions. 8 9 (d) The Authority shall establish the Agricultural Finance Program
 - (d) The Authority shall establish the Agricultural Finance Program

 Advisory Panel of five members, consisting of two present members of the

 Authority and three members, who shall be residents of the State of Vermont,

 selected by the Chair of the Authority. A quorum shall consist of three

 members. The Panel may act by majority vote of the members present and

 voting. The Panel shall review the preliminary disposition of applications for

loans submitted under the agricultural finance programs of chapter 16 of this
title, when so requested by the applicant or by the manager of the Authority. If
the Panel determines that an application should be submitted to the members,
or if the Panel is in disagreement about the appropriate disposition of an
application, the application and the panel's recommendation shall be submitted
to the Authority at its next regularly scheduled meeting. The Advisory Panel
shall also provide advice to the Authority regarding the policies, practices and
procedures for the operation of the agricultural programs. [Repealed.]
(e) Appointed members of the Authority and the Advisory Panel shall be
compensated at the rate of \$50.00 a day for time spent in the performance of
their duties and they shall be reimbursed for necessary expenses incurred in the
performance of their duties.
* * *
* * * Repeals of Coalition for Healthy Activity, Motivation, and Prevention
Programs (CHAMPPS) and Fit and Healthy Advisory Council * * *
Sec. 6. REPEAL OF COALITION FOR HEALTHY ACTIVITY,
MOTIVATION, AND PREVENTION PROGRAMS
(CHAMPPS)/FIT AND HEALTHY ADVISORY COUNCIL
18 V.S.A. § 11 (Coalition for Healthy Activity, Motivation, and Prevention
Programs (CHAMPPS)/Fit and Healthy Advisory Council) is repealed.
* * * Reneal of Birth Information Network Advisory Committee * * *

1	Sec. 7. 18 V.S.A. chapter 20 is amended to read:
2	CHAPTER 20. BIRTH INFORMATION NETWORK
3	§ 991. ESTABLISHMENT OF BIRTH INFORMATION NETWORK
4	* * *
5	(h) The Department of Health shall develop a form that contains a
6	description of the Birth Information Network and the purpose of the Network.
7	The form shall include a statement that the parent or guardian of a child may
8	contact the Department of Health and have his or her the child's personally
9	identifying information removed from the Network, using a process developed
10	by the Advisory Committee.
11	* * *
12	§ 993. ADVISORY COMMITTEE
13	The Commissioner of Health shall appoint an advisory committee to
14	comment on the effectiveness of the Birth Information Network and to gather
15	information about funding opportunities. The Advisory Committee shall be
16	composed of representatives from the primary organizations involved in
17	Network data collection and use. [Repealed.]
18	* * * Repeal of Board of Health; Conforming Revisions * * *
19	Sec. 8. 3 V.S.A. § 3003(b) is amended to read:
20	(b) Notwithstanding subsection (a) of this section, the Board of Health shall
21	retain and exercise all powers and functions given to the Board by law of

quasi-judicial nature, including the power to conduct hearings, to adjudicate	
controversies, and to issue and enforce orders, in the manner and to the extent	
provided by law. Boards of registration attached to this Agency shall retain and	
exercise all existing authority with respect to licensing and maintenance of the	
standards of the persons registered. [Repealed.]	
Sec. 9. 6 V.S.A. § 499(a) is amended to read:	
(a) This chapter shall not be construed to limit in any way the powers of	
the State Board Department of Health with regard to the regulation of food and	
drink and the standards, adulteration, misbranding, and misrepresentation	
thereof.	
Sec. 10. 6 V.S.A. § 1083(a) is amended to read:	
(a) The Secretary of Agriculture, Food and Markets shall personally or	
through his or her the Secretary's duly authorized agents:	
* * *	
(4) Make the results of his or her the Secretary's surveys, investigations,	
and studies available to the State Board Department of Health, selectboard	
members, or mayors of towns or cities, as the case may be, in which work was	
done; also upon request, to any organizations, public or private, or individuals	
interested in mosquito or other biting arthropod control work.	
Sec. 11. 8 V.S.A. § 3301(e) is amended to read:	

(e) The provisions of this title relating to the regulation of the business of
insurance shall not apply to activities engaged in by ambulance services and
first responder services for which they are licensed by the Board Department
of Health pursuant to 24 V.S.A. chapter 71.
Sec. 12. 9 V.S.A. § 2823 is amended to read:
§ 2823. ENFORCEMENT BY STATE BOARD COMMISSIONER OF
HEALTH; REGISTRATION OF BRANDS AND LABELS
The State Board Commissioner of Health shall enforce the provisions of
this chapter, and may approve and register such brands and labels intended for
use under the provisions of this chapter as may be submitted to it the
Commissioner for that purpose and as may in its the Commissioner's judgment
conform to the requirements of this chapter. However, in any prosecution
under this chapter, the fact that any brand or label involved in such prosecution
has not been submitted to such State Board the Commissioner of Health for
approval, or if submitted, has not been approved by it the Commissioner, shall
be immaterial.
Sec. 13. 10 V.S.A. § 905b is amended to read:
§ 905b. DUTIES; POWERS
The Department shall protect and manage the water resources of the State
in accordance with the provisions of this subchapter and shall:

1	(16) Assist municipalities in the development of water supplies and in
2	the construction of facilities for storage, distribution, and treatment of potable
3	water supplies and approve all plans for the construction of such facilities,
4	provided that plans shall also be approved by the State Board of Health prior
5	to construction. The Department may provide planning and engineering
6	assistance as requested in matters relating to preliminary surveys, studies and
7	plans, if such assistance is not otherwise available, except that the
8	Department's authority shall not infringe on the duties of the State Board of
9	Health or local health officials with respect to quality of domestic water
10	supplies.
11	* * *
12	(20) Cooperate with the State Board of Health in matters of stream
13	pollution where public health is involved. [Repealed.]
14	* * *
15	Sec. 14. 10 V.S.A. § 1672 is amended to read:
16	§ 1672. AUTHORITY OF THE AGENCY OF NATURAL RESOURCES
17	* * *
18	(c) Nothing in this chapter is intended to limit the authority of the Agency
19	of Human Services, or the Commissioner of Health, or the Board of Health to
20	manage the public health of the State of Vermont. In adopting rules pursuant
21	to this section, the Secretary shall submit the proposed rules to the Secretary of

21

1	Human Services at least 30 days before filing them with the Secretary of State
2	under 3 V.S.A. chapter 25.
3	* * *
4	(e) Nothing in this chapter is intended to limit or supersede the authority of
5	the Board of Health, the Commissioner of Health, or local health officers
6	under Title 18.
7	* * *
8	Sec. 15. 10 V.S.A. § 1976(c) is amended to read:
9	(c) Notwithstanding 24 V.S.A. § 3633(d), municipal ordinances relating to
10	sewage systems, which ordinances were approved before July 1984 under 18
11	V.S.A. § 613 by the Board of Health, and those approved before July 1984 by
12	the Commissioner of Health, shall remain in effect unless superseded.
13	[Repealed.]
14	Sec. 16. 10 V.S.A. § 6081(b) is amended to read:
15	(b) Subsection (a) of this section shall not apply to a subdivision exempt
16	under the regulations of the Department of Health in effect on January 21,
17	1970 or any subdivision which has a permit issued prior to June 1, 1970 under
18	the Board of Health regulations, or has pending a bona fide application for a
19	permit under the regulations of the Board of Health on June 1, 1970, with
20	respect to plats on file as of June 1, 1970 provided such permit is granted prior

to August 1, 1970. Subsection (a) of this section shall not apply to

1	development which is not also a subdivision, which has been commenced prior
2	to June 1, 1970, if the construction will be completed by March 1, 1971.
3	Subsection (a) of this section shall not apply to a State highway on which a
4	hearing pursuant to 19 V.S.A. § 222 has been held prior to June 1, 1970.
5	Subsection (a) of this section shall not apply to any telecommunications
6	facility in existence prior to July 1, 1997, unless that facility is a
7	"development" as defined in subdivision 6001(3) of this title. Subsection (a) of
8	this section shall apply to any substantial change in such excepted subdivision
9	or development. [Repealed.]
10	Sec. 17. 18 V.S.A. § 2 is amended to read:
11	§ 2. DEFINITIONS
12	The following words and phrases, as used in this title, will have the
13	following meanings unless the context otherwise requires:
14	* * *
15	(1) "Department" means the Department of Health.
16	(2) "Board" means the State Board of Health. [Repealed.]
17	* * *
18	Sec. 18. 18 V.S.A. § 4 is amended to read:
19	§ 4. AGENCIES AND EMPLOYEES
20	The Commissioner, with the approval of the Board, may set up such
21	departmental agencies, to be known as divisions, as may be needed to effect

1	the full purpose of the consolidation herein made, and to make the service
2	rendered by the Department of the highest possible efficiency, and may
3	employ such division directors, such institution superintendents and personnel,
4	and such clerical assistants, not otherwise authorized by law, as may be needed
5	to maintain proper operation of the several departments and functions herein
6	consolidated, and may, subject to the approval of the Board and the
7	Commissioner of Human Resources, fix the compensation and expense
8	allowance of such employees.
9	Sec. 19. 18 V.S.A. § 6 is amended to read:
10	§ 6. INTERFERING WITH STATE BOARD OF HEALTH OR HEALTH
11	OFFICERS; PENALTY
12	A person who in any way interferes with a member of the Board, a local
13	health officer, or the director, chemist, or inspectors of the State laboratory, in
14	the performance of their duties under this title, shall be fined not more than
15	\$50.00 for the first offense and, for each subsequent offense, shall be fined
16	\$100.00.
17	Sec. 20. 18 V.S.A. § 8 is amended to read:
18	§ 8. PROSECUTIONS; PENALTIES
19	The State's Attorney to whom the Board Commissioner of Health reports a
20	violation of this title shall cause proceedings to be commenced and prosecution

1	in the proper court without delay, for the enforcement of penalties as in such
2	case provided.
3	Sec. 21. 18 V.S.A. chapter 3 is redesignated to read:
4	CHAPTER 3. STATE BOARD DEPARTMENT OF HEALTH;
5	<u>COMMISSIONER</u> OF HEALTH
6	Sec. 22. REPEAL OF STATE BOARD OF HEALTH, APPOINTMENT
7	AND QUALIFICATION
8	18 V.S.A. § 101 (State Board of Health, Appointment and Qualification) is
9	repealed.
10	Sec. 23. 18 V.S.A. § 102 is amended to read:
11	§ 102. DUTIES OF BOARD COMMISSIONER OF HEALTH
12	The Board Commissioner shall supervise and direct the execution of all
13	laws vested in the Department of Health by virtue of this title, and shall
14	formulate and carry out all policies relating thereto, and shall adopt such rules
15	as are necessary to administer this title and shall make a biennial report with
16	recommendations to the Governor and to the General Assembly. The Board
17	may delegate such powers and assign such duties to the Commissioner as it
18	may deem appropriate and necessary for the proper execution of provisions of
19	this title. The authority of the Board to adopt the rules shall extend to all
20	matters relating to the preservation of the public health and consistent with the
21	duties and responsibilities of the Board. The Board's Commissioner's

1	jurisdiction over sewage disposal includes emergent conditions which that
2	create a risk to the public health as a result of sewage treatment and disposal,
3	or its effects on water supply, but does not include rulemaking on design
4	standards for on-site sewage disposal systems.
5	Sec. 24. REPEAL OF MEETINGS OF BOARD; PER DIEM; EXPENSES
6	18 V.S.A. § 103 (meetings of Board; per diem; expenses) is repealed.
7	Sec. 25. REPEAL OF DELEGATION OF DUTIES BY BOARD THROUGH
8	COMMISSIONER
9	18 V.S.A. § 106 (delegation of duties by Board through Commissioner) is
10	repealed.
11	Sec. 26. 18 V.S.A. § 108 is amended to read:
12	§ 108. WATER SUPPLY; SANITATION
13	When requested, or when, in it's the Commissioner's opinion, it is
14	necessary, the Board Commissioner shall advise with municipal officers in
15	regard to drainage, water supply, and sewerage of towns and villages and in
16	regard to the erection, construction, heating, ventilation, and sanitary
17	arrangements of public buildings.
18	Sec. 27. 18 V.S.A. § 109 is amended to read:
19	§ 109. BOARD THE COMMISSIONER EXERCISING POWERS OF
20	LOCAL BOARD OF HEALTH OR HEALTH OFFICER

1	In its discretion the Board The Commissioner, in the Commissioner's
2	discretion, may exercise all the powers and authority, in each town and village,
3	which that is given to a local health officer or board of health. The
4	Commissioner may likewise exercise all the power and authority of a local
5	health officer throughout the State.
6	Sec. 28. REPEAL OF REPORTS BY COMMISSIONER
7	18 V.S.A. § 110 (report by Commissioner) is repealed.
8	Sec. 29. 18 V.S.A. § 111 is amended to read:
9	§ 111. FORMS FOR REPORTS OF INFECTIOUS AND CONTAGIOUS
10	DISEASES
11	The Board Commissioner shall devise and furnish health officers suitable
12	forms upon which to make reports of infectious and contagious diseases. It
13	The Commissioner shall also devise and furnish forms for physicians to report
14	to health officers.
15	Sec. 30. 18 V.S.A. § 112 is amended to read:
16	§ 112. CIRCULARS OF INFORMATION
17	The Board Department shall prepare and distribute to local boards of health
18	physicians, and other persons such printed circulars as it deems necessary and
19	such rules as the Board Department may adopt and, upon request of the Board,
20	the Commissioner thereof shall give information relative to the cause and

1	prevention of disease and directions as to modes of management, quarantine,
2	and means of prevention of contagious and infectious diseases.
3	Sec. 31. 18 V.S.A. § 113 is amended to read:
4	§ 113. SERVICES AND EXPENDITURES; COOPERATION WITH
5	OTHER AGENCIES; ATTENDANCE UPON MEETINGS
6	The Board Commissioner may perform such services and incur such
7	expenditures as it the Commissioner deems necessary for the protection of the
8	public health, and may cooperate with health agencies of other states and
9	countries; and a committee of the Board may attend meetings of health
10	authorities outside the State.
11	Sec. 32. 18 V.S.A. § 116 is amended to read:
12	§ 116. MOTHER AND CHILD HEALTH SERVICE; TRAINING OF
13	NURSES AND WORKERS
14	(a) The Board Commissioner shall continue the existing health service for
15	mothers and children established in a manner harmonious with Parts One and
16	Two of Title V of the Act of Congress approved August 14, 1935 and entitled
17	Social Security Act and shall continue its existing health service for children
18	with physical disabilities.
19	(b) The Board Commissioner may pay for the graduate training of public
20	health nurses and other professional health department workers whom it the
21	Department employs.

1	Sec. 33. 18 V.S.A. § 120 is amended to read:
2	§ 120. CONTRACT FOR PAYMENT OF CERTAIN HEALTH BENEFITS
3	The Board of Health Commissioner may contract with a private
4	organization to process the payment of in-patient hospital care, and physician,
5	radiological, and other medical costs related thereto under the maternal, child
6	health, and children with physical disabilities' plans of the Department of
7	Health. Such a contract shall provide for cancellation upon reasonable
8	notification by the Board Commissioner. In furtherance of the purposes of the
9	contract, the Board Commissioner may requisition funds, with the approval of
10	the Governor, and the Commissioner of Finance and Management shall issue
11	his or her a warrant in favor of the contracting party to permit the contracting
12	party to make payments to vendors under the contract. The Board
13	Commissioner shall quarterly, and at such other times as the Commissioner of
14	Finance and Management requires, render an account in such form as the
15	Commissioner of Finance and Management prescribes of the expenditures of
16	monies so advanced.
17	Sec. 34. 18 V.S.A. § 128 is amended to read:
18	§ 128. APPEAL
19	(a) Any person aggrieved by an act, decision, or order of the
20	Commissioner, local board of health, or selectboard pursuant to this title may

appeal within 30 days to the Board within 30 days Superior Court of the

1	county in which such person resides or maintains a place of business.
2	Hearings by the Board under this section shall be subject to the provisions of 3
3	V.S.A. chapter 25 relating to contested cases (the Administrative Procedure
4	Act). The Board court shall consider the matter de novo, and all persons and
5	parties in interest, as determined by Board court rule, may appear and be
6	heard. The Board shall issue an order within 30 days following the conclusion
7	of the hearing.
8	(b) An appeal from the decision of the Board Superior Court shall be to the
9	Vermont Supreme Court.
10	Sec. 35. 18 V.S.A. § 129 is amended to read:
11	§ 129. STAY
12	An appeal filed pursuant to section 128 of this title shall not stay the
13	effectiveness of the order appealed from unless the Board or the Court, as
14	appropriate, otherwise orders.
15	Sec. 36. 18 V.S.A. § 201 is amended to read:
16	§ 201. CANCER CONTROL; TUMOR CLINICS
17	The Board Commissioner shall establish, organize, and conduct a statewide
18	cancer control program and may organize and conduct tumor clinics or
19	cooperate with and subsidize hospital or locally organized tumor clinics in
20	such parts of the State as such Board the Commissioner may deem most
21	advantageous for the public health. In so far as is practicable, the Board

1	Commissioner shall conduct a professional and lay educational program in
2	regard to the early diagnosis, care, and cure of cancer.
3	Sec. 37. 18 V.S.A. § 202 is amended to read:
4	§ 202. CLINICAL CARE OF CANCER PATIENTS; STATE AID
5	The Board Commissioner may furnish clinical care or diagnostic
6	procedures for persons with cancer or suspicion of cancer. The Board
7	Commissioner may grant State aid for the care of persons who have cancer or
8	suspicion of cancer and are without means of providing for themselves
9	adequate care as required by their condition, provided that the aid so granted
10	shall not, in any individual case, exceed one-half the total bill.
11	Notwithstanding any provisions of law to the contrary, the names of persons
12	receiving aid under this section shall not be printed in any public report, and
13	the State Board of Health Commissioner shall fix the maximum amount to be
14	paid in any given case not to exceed \$500.00 in any patient year.
15	Sec. 38. 18 V.S.A. § 203 is amended to read:
16	§ 203. CONTRIBUTIONS
17	The Board Commissioner is authorized to receive voluntary contributions
18	for the purposes of this chapter and of section 116 of this title from any source
19	other than the State Treasury and any sums allotted to and received by the
20	State or the Board Commissioner from the federal government for such

purposes and to administer and expend the same for the purposes specified.

1	Sec. 39. 18 V.S.A. § 301 is amended to read:
2	§ 301. PROGRAM OF DENTAL HEALTH ESTABLISHED
3	The State Board of Health Commissioner shall maintain a statewide
4	program of dental health.
5	Sec. 40. 18 V.S.A. § 302 is amended to read:
6	§ 302. DENTAL EDUCATIONAL PROGRAM
7	The Board, through its Dental Health Division, Commissioner shall
8	cooperate with the dental profession in any educational programs for the
9	purpose of improving the dental health of the people of the State.
10	Sec. 41. 18 V.S.A. § 303 is amended to read:
11	§ 303. COMMUNITY DENTAL PROGRAMS
12	The Board Commissioner may advise with communities in the
13	establishment of community dental programs. This shall be done in
14	cooperation with the representatives of the dental profession in any given area
15	Sec. 42. 18 V.S.A. § 304 is amended to read:
16	§ 304. RULES AND PROCEDURES; PERSONNEL
17	The Board Commissioner may adopt such rules and procedures and employ
18	such personnel as are necessary to carry out the purposes of this subchapter.

1	Sec. 43. 18 V.S.A. § 305 is amended to read:
2	§ 305. FEDERAL FUNDS AND OTHER CONTRIBUTIONS
3	The Board Commissioner is authorized to receive for the purpose of this
4	subchapter voluntary contributions from any source whatever and any sums
5	from the federal government and to administer the same.
6	Sec. 44. 18 V.S.A. § 501 is amended to read:
7	§ 501. STATE HEALTH LABORATORY; OTHER LABORATORIES;
8	TESTS
9	The Board Commissioner shall have supervision and management of the
10	Vermont State health laboratory. The Board Commissioner may provide for
11	approval and registration of laboratories performing examinations or tests of a
12	public health nature. Any laboratory that examines material for any living
13	agent or evidence of living agent of a reportable disease to any person shall
14	send the results of such tests, if positive, forthwith to the State health
15	laboratory. The laboratory shall make chemical and bacteriological
16	examination of water supplies, milk, and food products and examinations for
17	the detection and control of communicable diseases; and shall carry on such
18	work in relation to the health of the residents of the State as the Board
19	Commissioner shall direct.

1	Sec. 45. 18 V.S.A. § 501b(c) is amended to read:
2	(c) A person certificate holder may appeal the suspension or revocation of
3	the certificate to the Board under section 128 of this title Superior Court of the
4	county in which the certificate holder is located.
5	Sec. 46. 18 V.S.A. § 502 is amended to read:
6	§ 502. SCHOOL OF INSTRUCTION; PERIODICALS
7	The Board Commissioner may conduct a school of instruction for health
8	officers at such times and places as it the Commissioner directs. It The
9	Commissioner may issue a periodical giving the results of the work done at the
10	laboratory and the approved methods for the protection of the public health,
11	and such publications shall be furnished free to health officers and residents of
12	the State.
13	Sec. 47. 18 V.S.A. § 507 is amended to read:
14	§ 507. CONTRACT FOR SERVICES OF THE CHIEF MEDICAL
15	EXAMINER
16	The State Board Commissioner of Health may contract with any person,
17	institution, or State department for the performance of any or all of the duties
18	of the Chief Medical Examiner. Such services shall be paid for from the
19	biennial budget of the Department of Health.

1	Sec. 48. 18 V.S.A. § 608 is amended to read:
2	§ 608. INSPECTION OF SCHOOLHOUSES AND PUBLIC BUILDINGS
3	The health officer, under the direction of the Board Commissioner, shall
4	make a sanitary survey of each schoolhouse, all school lunch facilities, and any
5	building used for public purposes, and annually in the month of February
6	report to the Board, Commissioner and to the city council or the annual town
7	meeting, as the case may be.
8	Sec. 49. 18 V.S.A. § 1042 is amended to read:
9	§ 1042. RECORD OF CASES; INSTRUCTIONS
10	The Commissioner shall keep an accurate record of cases reported as
11	provided in sections 1007 and 1041 of this title, and the same shall not be
12	published, but shall be kept by the Board for such purposes as are necessary in
13	the discharge of its duties. Upon being notified of a case mentioned in
14	sections 1007 and 1041 of this title, the Board Commissioner shall take such
15	action as it-the Commissioner deems necessary for the protection of the public
16	and the individual's health.
17	Sec. 50. 18 V.S.A. § 1043 is amended to read:
18	§ 1043. INVESTIGATION; EDUCATIONAL CAMPAIGN, REPORT
19	The Board Commissioner shall investigate the prevalence and extent of
20	tuberculosis and other chronic respiratory diseases in the State, and shall adopt
21	and make use of means for educating the people of the State in respect to the

1	causes and nature of these diseases, means for their prevention and treatment,
2	and in respect to the best method of preventing and limiting the prevalence of
3	these diseases. Such educational campaign shall be carried on in such manner
4	as the Board Commissioner deems proper to disseminate the facts in regard to
5	these diseases.
6	Sec. 51. 18 V.S.A. § 1051 is amended to read:
7	§ 1051. TUBERCULOSIS TREATMENT FACILITIES
8	The Commissioner shall approve facilities in the State where indigent
9	persons may be treated for tuberculosis under this subchapter. The
10	Commissioner and the Board of Health shall determine to their the
11	Commissioner's satisfaction that all such facilities furnish adequate and proper
12	tuberculosis treatment. Treatment for other chronic respiratory diseases under
13	this subchapter may be given at any accredited hospital.
14	Sec. 52. 18 V.S.A. § 1091 is amended to read:
15	§ 1091. VENEREAL DISEASES; DEFINITIONS
16	In As used in this subchapter, unless the context requires otherwise:
17	(1) "Authoritative source" means a physician licensed in the State,
18	superintendent of a State institution or private hospital, medical officers of the
19	armed forces of the State or United States, State and territorial health officers,
20	and personnel of the Department of Health designated by the Board

Commissioner of Health.

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2 Sec. 53. 18 V.S.A. § 1093 is amended to read:

§ 1093. EXAMINATION AND REPORT

Whenever the Board Commissioner shall receive information from an authoritative source to the effect that a person is suspected of being infected with an infectious venereal disease and is likely to infect or to be the source of infection of another person, such Board the Commissioner shall cause a medical examination to be made of such person, for the purpose of ascertaining whether or not such person is in fact infected with such disease in a communicable stage, and such person shall submit to such examination and permit specimens of blood or bodily discharges to be taken for laboratory examinations as may be necessary to establish the presence or absence of such disease or infection, and such person may be detained until the results of such examinations are known. The required examination shall be made by a physician licensed to practice in this State, or a licensed physician designated by the person to be examined. Such licensed physician making such examination shall report thereon to the Board Commissioner and to the person examined.

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1	Sec. 54. 18 V.S.A. § 1097 is amended to read:
2	§ 1097. EDUCATIONAL CAMPAIGN
3	The Board Commissioner shall conduct an educational campaign of
4	methods for the prevention and treatment and care of persons who have
5	venereal diseases.
6	Sec. 55. 18 V.S.A. § 1098 is amended to read:
7	§ 1098. EXAMINATION AND TREATMENT BY BOARD
8	The Board Commissioner shall provide at the expense of the State facilities
9	for the free laboratory examination of material from suspected cases of
10	venereal disease, and shall furnish hospitalization and other accredited specific
11	treatment at cost or free to such clinical patients as the Board Commissioner
12	shall deem entitled to such aid. Payment for diagnosis and treatment shall not
13	be furnished until the report required by section 1093 of this title has been
14	made. The Board Commissioner shall include, in bulletins or circulars
15	distributed by it the Department, information concerning such diseases.
16	Sec. 56. 18 V.S.A. § 1099 is amended to read:
17	§ 1099. REPORTS AND RECORDS CONFIDENTIAL
18	All information and reports in connection with persons who have venereal
19	diseases shall be regarded as absolutely confidential and for the sole use of the
20	Board Department in the performance of its the Commissioner's duties
21	hereunder under this chapter, and such records shall not be accessible to the

1	public nor shall such records be deemed public records; and the Board
2	<u>Commissioner</u> shall not disclose the names or addresses of persons so reported
3	or treated except to a prosecuting officer or in court in connection with a
4	prosecution under section 1105 or 1106 of this title. The foregoing shall not
5	constitute a restriction on the Board Commissioner in the performance of its
6	the Commissioner's duties in controlling these communicable diseases.
7	Sec. 57. 18 V.S.A. § 1100 is amended to read:
8	§ 1100. RULES
9	The Board Commissioner shall make and enforce such rules for the
10	quarantining and treatment of cases of venereal disease reported to it the
11	<u>Commissioner</u> as may be deemed necessary for the protection of the public.
12	Sec. 58. 18 V.S.A. § 1101 is amended to read:
13	§ 1101. REPORTS BY PUBLIC INSTITUTIONS
14	The superintendent or other officer in charge of public institutions such as
15	hospitals, dispensaries, clinics, homes, psychiatric hospitals, and charitable and
16	correctional institutions shall report promptly to the Board Commissioner the
17	name, sex, age, nationality, race, marital state, and address of every patient
18	under observation who has venereal diseases in any form, stating the name,
19	character, stage, and duration of the infection, and, if obtainable, the date and

source of contracting the same.

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1	Sec. 39. 18 v.s.A. § 1102 is amended to read:
2	§ 1102. TAKING BLOOD SAMPLES
3	A practitioner of medicine and surgery or osteopathy attending a pregnant
4	woman individual shall take samples of blood of such woman individual, if
5	possible prior to the third month of gestation, and submit the same to a
6	laboratory approved by the Board Commissioner for a standard serological test
7	for syphilis. Every other person permitted by law to take blood tests shall
8	similarly cause a sample of blood of a pregnant woman individual attended by
9	him or her the person to be taken by a duly licensed practitioner of medicine
10	and surgery or osteopathy and submit it to a laboratory approved by the Board
11	Commissioner for a standard serological test for syphilis.
12	Sec. 60. 18 V.S.A. § 1104 is amended to read:
13	§ 1104. SEROLOGICAL TEST, DEFINITION
14	A standard serological test shall be a test for syphilis approved by the Board
15	Commissioner and shall be performed on request by the State laboratory or at
16	a laboratory approved for this purpose by the Board Commissioner.
17	Sec. 61. 18 V.S.A. § 1221 is amended to read:
18	§ 1221. MUNICIPAL WATER TREATMENT PLANTS
19	If, after public hearing it the Commissioner of Health finds that any public
20	water supply is or is likely to be contaminated, or if waters designated as
21	Class A by 10 V.S.A. § 1253 are reclassified by order of the Secretary of

1	Natural Resources, the Board of Health Commissioner shall order the
2	municipality or person using or supplying such public water supply to
3	construct and install filtration and disinfection facilities to protect the public
4	health or convert to a new source of public water supply. Any such order shall
5	specify a reasonable time schedule for such construction or conversion and
6	shall specify any interim measures necessary for the protection of the public
7	health.
8	Sec. 62. 18 V.S.A. § 1415 is amended to read:
9	§ 1415. DIVISION OF OCCUPATIONAL HEALTH
10	To implement the policy of the State expressed in 21 V.S.A. § 201, and to
11	continue the functions of the Division of Industrial Hygiene, there is created
12	within the Department of Health the Division of Occupational Health, which
13	shall be administered by the Director of Occupational Health under direction
14	and control of the Commissioner of Health and the State Board of Health. The
15	Division is the successor to and a continuation of the Division of Industrial
16	Hygiene.
17	Sec. 63. 18 V.S.A. § 1417 is amended to read:
18	§ 1417. FUNCTIONS AND DUTIES OF DIVISION
19	The Division of Occupational Health shall:
20	* * *

1	(2) study occupational health hazards and occupational diseases and
2	procedures necessary for their control or prevention, and recommend
3	necessary rules for such control or prevention to the Board Commissioner of
4	Health and the Secretary of Human Services;
5	* * *
6	(4) investigate health hazards in places of employment that cause ill
7	health or occupational disease, or may be suspected of doing so, and
8	recommend rules to the Board Commissioner of Health and the Secretary of
9	Human Services for the control or elimination of the health hazards;
10	* * *
11	Sec. 64. 18 V.S.A. § 1621 is amended to read:
12	§ 1621. BOARD COMMISSIONER OF HEALTH; DUTIES
13	The State Board Commissioner of Health shall formulate and keep current a
14	radiation incident plan for this State, in accordance with the duty assumed
15	pursuant to article III(a) of the compact.
16	Sec. 65. 18 V.S.A. § 1801 is amended to read:
17	§ 1801. DEFINITIONS
18	As used in this chapter:
19	(1) "Board" means the State Board of Health. [Repealed.]
20	* * *

1	Sec. 66. 18 V.S.A. § 1802 is amended to read:
2	§ 1802. POWERS OF STATE BOARD COMMISSIONER OF HEALTH
3	The Board Department shall constitute the sole agency of the State for the
4	purpose of:
5	(1) making an inventory of existing hospitals and medical facilities,
6	surveying the need for construction of hospitals and medical facilities, and
7	developing a program of construction as provided in sections 1805-1807 of
8	this title; and
9	* * *
10	Sec. 67. 18 V.S.A. § 1803 is amended to read:
11	§ 1803. GENERAL POWERS AND DUTIES OF STATE BOARD
12	COMMISSIONER OF HEALTH
13	In carrying out the purposes of this chapter, the Board Commissioner is
14	authorized and directed:
15	* * *
16	Sec. 68. 18 V.S.A. § 1805 is amended to read:
17	§ 1805. SURVEY AND PLANNING ACTIVITIES
18	The Board Commissioner is authorized and directed to make an inventory
19	of existing hospitals and medical facilities, including public, nonprofit, and
20	proprietary hospitals and medical facilities; to survey the need for
21	construction of hospitals and medical facilities; and, on the basis of such

1	inventory and survey, to develop a program for the construction of such public
2	and other nonprofit hospitals and medical facilities as will, in conjunction with
3	existing facilities, afford the necessary physical facilities for furnishing
4	adequate hospital and medical facility services to all the people of the State.
5	Sec. 69. 18 V.S.A. § 1807 is amended to read:
6	§ 1807. APPLICATION FOR FEDERAL FUNDS FOR SURVEY AND
7	PLANNING; EXPENDITURE
8	The Board Commissioner is authorized to make application to the Secretary
9	of Health and Human Services for federal funds to assist in carrying out the
10	survey and planning activities herein provided in this chapter. Such funds
11	shall be deposited in the State Treasury and shall be available to the Board
12	Commissioner for expenditure for carrying out the purposes of sections 1805–
13	1807 of this title. Any such funds received and not expended for such
14	purposes shall be repaid to the Treasury of the United States.
15	Sec. 70. 18 V.S.A. § 1808 is amended to read:
16	§ 1808. STATE PLAN
17	The Board Commissioner shall prepare and submit to the Secretary of
18	Health and Human Services a State plan which that shall include the hospital
19	and medical facilities construction program developed under sections 1805-
20	1807 of this title, and which that shall provide for the establishment,
21	administration, and operation of hospital and medical facilities construction

1	activities in accordance with the requirements of the federal act and
2	regulations thereunder. The Board Commissioner shall, prior to the
3	submission of such plan to the Secretary of Health and Human Services, give
4	adequate publicity to a general description of all the provisions proposed to be
5	included therein, and hold a public hearing at which all persons or
6	organizations with a legitimate interest in such plan may be given an
7	opportunity to express their views. After approval of the plan by the Secretary
8	of Health and Human Services, the Board Commissioner shall publish a
9	general description of the provisions thereof in newspapers having general
10	circulation in the State, and shall make the plan or a copy thereof available
11	upon request to all interested persons or organizations. The Board
12	Commissioner shall, from time to time, review the construction program and
13	submit to the Secretary of Health and Human Services any modifications
14	thereof which it to the program as the Commissioner may find necessary and
15	may submit to the Secretary of Health and Human Services such modification
16	of the State plan, not inconsistent with the requirements of the federal act, as i
17	the Commissioner may deem advisable.
18	Sec. 71. 18 V.S.A. § 1809 is amended to read:
19	§ 1809. MINIMUM STANDARDS FOR HOSPITAL AND MEDICAL
20	FACILITIES MAINTENANCE AND OPERATION

1	The Board Department shall, by regulation rule, prescribe minimum
2	standards for the maintenance and operation of hospitals and medical facilities
3	which that receive federal aid for construction under the State plan.
4	Sec. 72. 18 V.S.A. § 1811 is amended to read:
5	§ 1811. CONSTRUCTION PROJECTS; APPLICATIONS
6	Applications for hospital and medical facilities construction projects for
7	which federal funds are requested shall be submitted to the Board
8	Commissioner and may be submitted by the State or any political subdivision
9	thereof or by any public or other nonprofit agency authorized to construct and
10	operate a hospital or a medical facility, provided that no application for a
11	diagnostic or treatment center shall be approved unless the applicant is (1) a
12	State, political subdivision, or public agency, or (2) a corporation or
13	association which owns and operates a nonprofit hospital. Each application for
14	a construction project shall conform to federal and State requirements.
15	Sec. 73. 18 V.S.A. § 1812 is amended to read:
16	§ 1812. CONSIDERATION AND FORWARDING OF APPLICATIONS
17	The Board Commissioner shall afford to every applicant for a construction
18	project an opportunity for a fair hearing. If the Board Commissioner, after
19	affording a reasonable opportunity for development and presentation of
20	applications in the order of relative need, finds that a project application
21	complies with the requirements of section 1811 of this title and is otherwise in

1 conformity with the State plan, it the Commissioner shall approve such 2 application and shall recommend and forward it to the Secretary of Health and 3 Human Services. 4 Sec. 74. 18 V.S.A. § 1813 is amended to read: 5 § 1813. INSPECTION OF PROJECTS 6 From time to time, the Board Department shall inspect each construction 7 project approved by the Secretary of Health and Human Services, and, if the 8 inspection so warrants, the Board Commissioner shall certify to the Secretary 9 of Health and Human Services that work has been performed upon the project, 10 or purchases have been made, in accordance with the approved plans and 11 specifications, and that payment of an installment of federal funds is due to the 12 applicant. 13 Sec. 75. 18 V.S.A. § 1814 is amended to read: 14 § 1814. HOSPITAL AND MEDICAL FACILITIES CONSTRUCTION 15 **FUND** 16 The Board Department is hereby authorized to receive federal funds in 17 behalf of, and transmit them to, such applicants. There is hereby established, 18 separate and apart from all public monies and funds of this State, the Hospital 19 and Medical Facilities Construction Fund. Money received from the federal

government for a construction project approved by the Secretary of Health and

Human Services shall be deposited to the credit of this Fund and shall be used

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1	solely for payments due applicants for work performed, or purchases made, in
2	carrying out approved projects. Warrants for all payments for the Hospital and
3	Medical Facilities Construction Fund shall bear the signature of the Chair of
4	the Board Commissioner or the duly authorized agent of the Board Department
5	for such purpose.
6	Sec. 76. 18 V.S.A. § 1902 is amended to read:
7	§ 1902. DEFINITIONS
8	The following words and phrases, as used in this chapter, shall have the
9	following meanings unless otherwise provided:
10	* * *
11	(4) "Licensing agency" means the State Board Department of Health.
12	Sec. 77. 18 V.S.A. § 1905 is amended to read:
13	§ 1905. LICENSE REQUIREMENTS
14	Upon receipt of an application for a license and the license fee, the
15	licensing agency shall issue a license when it determines that the applicant and
16	hospital facilities meet the following minimum standards:
17	* * *
18	(16) All new construction involving hospitals and related buildings on
19	hospital premises shall comply with standards of the State Fire Marshal and
20	State Board the Department of Health, whether or not federal aid under Title
21	VI of the Public Health Service Act is received for such construction.

(17) The Board Department of Health may, when circumstances
warrant, issue a temporary license for such period or periods and subject to
such conditions as the Board Department shall deem proper, subject to the
limitation that such a temporary license shall not be issued for a total period of
more than 36 months. Such circumstances shall include issues concerning
indicators in the hospital's community report which may result in the Board's
Department's issuing a license conditioned upon corrective measures or a
temporary license with conditions.
* * *
Sec. 78. 18 V.S.A. § 1917(f) is amended to read:
(f) Notwithstanding subsections (a) and (b) of this section:
* * *
(2) The Department staff responsible for verifying compliance with the
patient safety surveillance and improvement system may disclose information
to others in the Department, and the Department may disclose information to

patient safety surveillance and improvement system may disclose information to others in the Department, and the Department may disclose information to the Board of Health and others responsible for carrying out the Department's enforcement responsibilities with respect to this chapter if the Department reasonably believes that a hospital deliberately or repeatedly has not complied with the requirements of this chapter and any rules adopted hereunder. The Commissioner, the Board of Health, and others responsible for carrying out the Department's enforcement responsibilities with respect to this chapter are

1	authorized to disclose such information during the course of any legal or
2	regulatory action taken against a hospital for deliberate or repeated
3	noncompliance with the requirements of this chapter and any rules adopted
4	hereunder. Information disclosed under this subdivision shall otherwise
5	maintain all applicable protections under this section and otherwise provided
6	by law.
7	Sec. 79. 18 V.S.A. § 4026 is amended to read:
8	§ 4026. SALE OF DRUGS; RECORD
9	When a sale is made by any person of any of such drugs, salts, solutions,
10	extracts, or tinctures, such sale shall be entered and recorded in a book kept for
11	that purpose, giving the name of the article sold, date of sale, to whom sold,
12	residence of purchaser, for whom purchased, the use to be made of the article
13	or drug purchased, and the name of the salesperson or clerk making such sale.
14	Such book shall be in such form as the Board Commissioner shall prescribe
15	and shall be open to the inspection of health officers, members of the Board
16	Commissioner, and prosecuting officers who may wish to examine the same.
17	The provisions of this section shall not apply to compounds or preparations
18	labeled according to other provisions of this chapter.

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1	Sec. 80. 18 V.S.A. § 4029 is amended to read:
2	§ 4029. PERMIT TO USE PRESERVATIVES
3	Nothing in this title shall be so construed as to prevent the Board
4	Commissioner from issuing to a producer or manufacturer of food or drinks a
5	permit to use such preservatives or coloring matters as the Board
6	Commissioner may determine are not detrimental to health.
7	Sec. 81. 18 V.S.A. § 4030 is amended to read:
8	§ 4030. EMBARGO, PENALTY
9	When it is found or there is probable cause to believe that an article of food
10	or a drug is in violation of the provisions of this title, the Board Commissioner
11	or it's the Commissioner's authorized representative may embargo the
12	distribution, sale, use, or transportation of such article until directions for its
13	disposal shall be given by the Board Commissioner or by action of court. A
14	person, partnership, or corporation who that moves, sells, or otherwise
15	disposes of any article so embargoed shall be punished as provided in section 6
16	of this title.
17	Sec. 82. 18 V.S.A. § 4031 is amended to read:
18	§ 4031. NOTICE OF VIOLATIONS OF UNITED STATES STATUTES
19	The board Commissioner or an agent thereof the Commissioner's
20	designated agent shall notify the proper prosecuting officer of a violation of a
21	federal law for preventing the adulteration or misbranding of food or drugs.

1	Sec. 83. 18 V.S.A. § 4051 is amended to read:
2	§ 4051. DEFINITIONS
3	As used in this chapter:
4	* * *
5	(2) The term "Board" means the State Board of Health. [Repealed.]
6	* * *
7	(13) The term "flammable" shall apply to any substance which that has
8	a flashpoint of 80 degrees Fahrenheit, or below, as determined by the
9	Tagliabue open cup tester, except that the flammability of the contents of self-
10	pressurized containers shall be determined by methods generally applicable to
11	the containers and established by regulations issued rules adopted by the Board
12	Commissioner.
13	* * *
14	(17) The term "misbranded package" means any retailed package of a
15	hazardous substance, intended for household use, which that fails to bear a
16	label:
17	* * *
18	(B) On which any statement required under subdivision (A) of this
19	subdivision (17) is located prominently and is in English in legible type in
20	contrast by typography, layout, or color with other printed matter on the label÷

provided that the Board Commissioner shall, by regulations rule, provide for

minimum information which that shall appear on the labels for small packages,
 which labels need not include all of the information required by this

subsection; provided further, that the Board Commissioner may provide for less than the foregoing statement of the hazard or precautionary measures for labels of hazardous substances presenting only minor hazards; and the term "misbranded package" shall not apply to packages of economic poisons subject to the federal Insecticide, Fungicide and Rodenticide Act, to packages of substances subject to the federal Food, Drug and Cosmetic Act or to packages of substances intended for use in agriculture, horticulture, industrial, or related uses. Nothing in this chapter shall be construed to be in conflict or interfere

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13 Sec. 84. 18 V.S.A. § 4053 is amended to read:

with the administration of 6 V.S.A. chapter 81.

§ 4053. RULES AND HEARINGS

- (a) The authority to enforce this chapter is vested in the Board Department. The Board Department shall from time to time for the efficient enforcement of this chapter adopt rules after public hearing following due notice at least ten 10 days in advance of the hearings to interested persons.
- (b) In addition to the other remedies provided in this chapter, the Board Commissioner is hereby authorized through the Attorney General or State's Attorneys to apply to the Civil or Criminal Division of any Superior Court,

and the court shall have jurisdiction upon hearing and for cause shown, to grant a temporary or permanent injunction restraining any person from violating any provision of this chapter, irrespective of whether or not there

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exists an adequate remedy at law.

- (d) Before any violation of this chapter is reported for institution of a criminal proceeding, the person against whom such proceeding is contemplated may be given appropriate notice and an opportunity to present his or her the person's views to the Board Commissioner, either orally or in writing, with regard to the contemplated proceeding. Nothing in this chapter shall be construed as requiring the Board Commissioner to report for prosecution or for the institution of libel proceedings minor violations of the chapter whenever it the Commissioner believes that the public interest will be best served by a suitable notice of warning in writing.
- (c) No publisher, radio broadcast licensee, or agency or medium for the dissemination of an advertisement, except the manufacturer, packer, distributor, or seller of the article to which a false advertisement relates, shall be liable under this section by reason of the dissemination by him or her the person of such false advertisement, unless he or she the person has refused, on the request of the Board Commissioner, to furnish the Board Commissioner

Sec. 85. 18 V.S.A. § 4054(c) is amended to read:

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- the name and post office address of the manufacturer, packer, distributor,
- seller, or advertising agency, residing in the State of Vermont, who causes him
- 3 or her the person to disseminate such advertisement.
- 4 Sec. 86. 18 V.S.A. § 4055 is amended to read:
- 5 § 4055. MARKING; NOTICE
 - (a) Whenever a duly authorized agent of the Board Commissioner finds or has probable cause to believe that any food, drug, device, or cosmetic is adulterated, or so misbranded as to be dangerous or fraudulent, within the meaning of this chapter, he or she the agent shall affix to such article a tag or other appropriate marking, giving notice that the article is, or is suspected of being, adulterated or misbranded and has been detained or embargoed, and warning all persons not to remove or dispose of the article by sale or otherwise until permission for removal or disposal is given by the agent or the court. It shall be unlawful for any person to remove or dispose of the detained or embargoed article by sale or otherwise without that permission.

16 ***

(c) If the court finds that a detained or embargoed article is adulterated or misbranded, the article shall, after entry of the decree, be destroyed at the expense of the claimant thereof, under the supervision of the agent, and all court costs and fees, and storage and other proper expenses, shall be taxed against the claimant of the article or his or her the claimant's agent; provided

1 that when the adulteration or misbranding can be corrected by proper labeling 2 or processing of the article, the court, after entry of the decree and after the 3 costs, fees, and expenses have been paid and a good and sufficient bond, 4 conditioned that the article shall be so labeled or processed, has been executed, 5 may by order direct that the article be delivered to the claimant thereof for 6 such labeling or processing under the supervision of an agent of the Board 7 <u>Commissioner</u>. The expense of the supervision shall be paid by the claimant. 8 The bond shall be returned to the claimant of the article on representation to 9 the court by the Board Commissioner that the article is no longer in violation 10 of this chapter and that the expenses of supervision have been paid. 11 (d) Whenever the Board Commissioner or any of it's the Commissioner's 12 authorized agents find agent finds in any room, building, vehicle of 13 transportation, or other structure any meat, seafood, poultry, vegetable, fruit, 14 or other perishable articles which that are unsound, or contain any filthy, 15 decomposed, or putrid substance, or that may be poisonous or deleterious to 16 health or otherwise unsafe, those articles and substances being hereby declared 17 to be a nuisance, the Board Commissioner, or its the Commissioner's 18 authorized agent, shall forthwith condemn or, destroy them, or, in any other

manner, render them those articles and substances unsalable as human food.

1	Sec. 87. 18 V.S.A. § 4056 is amended to read:
2	§ 4056. PROCEEDINGS
3	(a) Each State's Attorney to whom the Board Commissioner reports any
4	violation of this chapter shall cause appropriate proceedings to be instituted in
5	the proper courts without delay and to be prosecuted in the manner required by
6	law.
7	(b) Before any violation of this chapter is reported to any such attorney for
8	the institution of a criminal proceeding, the person against whom the
9	proceeding is contemplated shall be given appropriate notice and an
10	opportunity to present his or her the person's views before the Board
11	Commissioner or it's the Commissioner's designated agent, either orally or in
12	writing, in person, or by attorney, with regard to the contemplated
13	proceedings.
14	Sec. 88. 18 V.S.A. § 4057 is amended to read:
15	§ 4057. CONSTRUCTION
16	Nothing in this chapter shall require the Board Commissioner to report for
17	the institution of proceedings under this chapter, minor violations of this
18	chapter, whenever the Board Commissioner believes that the public interest
19	will be adequately served in the circumstances by a suitable written notice of
20	warning.

1	Sec. 89. 18 V.S.A. § 4058 is amended to read:
2	§ 4058. RULES; STANDARDS
3	Whenever in the judgment of the Board Commissioner such action will
4	promote honesty and fair dealing in the interest of consumers, the Board
5	Department shall adopt rules fixing and establishing for any food or class of
6	food a reasonable definition and standard of identity, or reasonable standard of
7	quality or fill of container. In prescribing a definition and standard of identity
8	for any food or class of food in which optional ingredients are permitted, the
9	Board Department shall, for the purpose of promoting honesty and fair dealing
10	in the interest of consumers, designate the optional ingredients which that shall
11	be named on the label. The definitions and standard so adopted shall conform
12	so far as practicable to the definitions and standards promulgated under
13	authority of the federal act.
14	Sec. 90. 18 V.S.A. § 4060 is amended to read:
15	§ 4060. MISBRANDED FOOD
16	A food shall be deemed to be misbranded:
17	* * *
18	(5) If in package form, unless it bears a label containing:
19	* * *
20	(B) an accurate statement of the quantity of the contents in terms of

weight, measure, or numerical count; provided that under this subdivision

reasonable variations shall be permitted, and exemptions as to small packages shall be established by rules prescribed by the Board Department.

3 ***

(9) If it is not subject to the provisions of subdivision (7) of this section, unless it bears labeling clearly giving:

6 ***

- (B) in case it is fabricated from two or more ingredients, the common or usual name of each such ingredient; except that spices, flavorings, and colorings, other than those sold as such, may be designated as spices, flavorings, and colorings, without naming each; provided that, to the extent that compliance with the requirements of this subdivision is impractical or results in deception or unfair competition, exemptions shall be established by rules adopted by the Board Department. And provided, further, that the requirements of this subdivision shall not apply to food products that are packaged at the direction of purchasers at retail at the time of sale, the ingredients of which are disclosed to the purchasers by other means in accordance with rules adopted by the Board Department.
- (10) If it purports to be or is represented for special dietary uses, unless its label bears such information concerning its vitamin, mineral, and other dietary properties as the Board Department determines to be, and by rules

adopted, as necessary in order to inform purchasers fully as to its value for such uses.

(11) If it bears or contains any artificial flavoring, artificial coloring, or chemical preservative, unless it bears labeling stating that fact; provided that to the extent that compliance with the requirements of this subsection is impracticable, exemptions shall be established by rules adopted by the Board Department.

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9 Sec. 91. 18 V.S.A. § 4061 is amended to read:

§ 4061. REGULATIONS OF PERMITS; INVESTIGATION

(a) Whenever the Board Department finds after investigation that the distribution in Vermont of any class of food may, by reason of contamination with micro-organisms microorganisms during manufacture, processing, or packing thereof in any locality, be injurious to health, and that the injurious nature cannot be adequately determined after the articles have entered commerce, it then, and in that case only, shall adopt rules providing for the issuance to manufacturers, processors, or packers of that class of food in that locality, of permits to which shall be attached such conditions governing the manufacture, processing, or packing of that class of food and for such temporary period of time, as may be necessary to protect the public health; and after the effective date of the rules and during the temporary period, no

- person shall introduce or deliver for introduction into commerce any such food manufactured, processed, or packed by any such manufacturer, processor, or packer unless the manufacturer, processor, or packer holds a permit issued by the Board Department as provided by the rules.
- (b) The Board Department is authorized to suspend immediately upon notice any permit issued under authority of this section if it is found that any of the conditions of the permit have been violated. The holder of a permit so suspended shall be privileged at any time to apply for the reinstatement of the permit and the Board Department shall, immediately after prompt hearing and inspection of the establishment, reinstate the permit if it is found that adequate measures have been taken to comply with and maintain the conditions of the permit, as originally issued, or as amended.
- (c) Any officer or employee duly designated by the Board Department shall have access to any factory or establishment, the operator of which holds a permit from the Board Department, for the purpose of ascertaining whether or not the conditions of the permit are being complied with, and denial of access for the inspection shall be grounds for suspension of the permit until the access is freely given by the operator.

1 Sec. 92. 18 V.S.A. § 4062 is amended to read:

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2 § 4062. SUBSTANCES ADDED TO FOOD; RULES

Any poisonous or deleterious substance added to any food except where the substance is required in the production thereof or cannot be avoided by good manufacturing practice shall be deemed to be unsafe for purposes of the application of subdivision 4059(1)(B) of this title; but when the substance is so required or cannot be so avoided, the Board Department shall adopt rules limiting the quantity therein or thereon to such extent as the Board Department finds necessary for the protection of public health, and any quantity exceeding the limits so fixed shall also be deemed to be unsafe for purposes of the application of subdivision 4059(1)(B) of this title. While such a rule is in effect limiting the quantity of any such substance in the case of any food, the food shall not, by reason of bearing or containing any added amount of the substance, be considered to be adulterated within the meaning of subdivision 4059(1)(A) of this title. In determining the quantity of the added substance to be tolerated in or on different articles of food, the Board Department shall take into account the extent to which the use of the substance is required or cannot be avoided in the production of each such article and the other ways in which the consumer may be affected by the same or other poisonous or deleterious substances.

1	Sec. 93. 18 V.S.A. § 4064 is amended to read:
2	§ 4064. MISBRANDED DRUGS OR DEVICE
3	A drug or device is misbranded:
4	* * *
5	(2) If in package form unless it bears a label containing:
6	* * *
7	(B) an accurate statement of the quantity of the contents in terms of
8	weight, measure, or numerical count; provided that under this subdivision (B)
9	reasonable variations shall be permitted, and exemptions as to small packages
10	shall be established by rules adopted by the Board Department.
11	* * *
12	(4) If it is for use by humans and contains any quantity of the narcotic
13	or hypnotic substance alpha-eucaine, barbituric acid, beta-eucaine, bromal,
14	cannabis, carbromal, chloral, coca, cocaine, codeine, heroin, morphine, opium
15	paraldehyde, peyote, sulphonmethane, or other recognized narcotic or hypnotic
16	substances or any chemical derivative of those substances, which derivative
17	has been by the Board Department, after investigation, found to be, and by
18	rules under this chapter, designated as, habit forming, unless its label bears the
19	name and quantity or proportion of the substance or derivative and in

juxtaposition therewith the statement "warning—may be habit forming."

(5) If it is a drug and is not designated solely by a name recognized in an official compendium unless its label bears:* * *

(B) in case it is fabricated from two or more ingredients, the common or usual name of each active ingredient, including the kind and quantity or proportion of any alcohol, and also including whether active or not the name and quantity or proportion of any bromides, ether, chloroform, acetanilid, acetphenetidin, amidopyrine, antipyrine, atropine, hyoscine, hyoscyamine, arsenic, digitalis, glucosides, mercury, ouabain, strophanthin, strychnine, thyroid, or other synthetic compounds, or any derivative or preparation of any of those substances, contained therein; provided that to the extent that compliance with the requirements of this subdivision (B) is impracticable, exemptions shall be established by rules adopted by the Board Department.

(6) Unless its labeling bears:

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(B) such adequate warnings against use in those pathological conditions or by children where its use may be dangerous to health, or against unsafe dosage or methods or duration of administration or application, in such manner and form, as are necessary for the protection of users; provided that where any requirement of this subsection, as applied to any drug or device, is

not necessary for the protection of the public health, the Board Department shall adopt rules exempting the drug or device from the requirements.

- (7) If it purports to be a drug the name of which is recognized in an official compendium, unless it is packaged and labeled as prescribed therein; provided that the method of packing may be modified with consent of the Board Commissioner. Whenever a drug is recognized in both the United States U.S. Pharmacopoeia and the Homeopathic Pharmacopoeia of the United States, it shall be subject to the requirements of the United States U.S. Pharmacopoeia with respect to packaging and labeling unless it is labeled and offered for sale as a homeopathic drug, in which case it shall be subject to the provisions of the Homeopathic Pharmacopoeia of the United States; and not to those of the United States U.S. Pharmacopoeia.
- (8) If it has been found by the Board Department to be a drug liable to deterioration, unless it is packaged in such form and manner, and its label bears a statement of such precautions, as the Board Department shall by rule require as necessary for the protection of public health. No such rule shall be established for any drug recognized in an official compendium until the Board informs the appropriate body charged with the revision of the compendium of the need for the packaging or labeling requirements and that body fails within a reasonable time to prescribe the requirements.

1	(11) If it is a drug sold at retail and contains any quantity of
2	aminopyrine, barbituric acid, cinchophen, pituitary, thyroid, or their
3	derivatives; or it is a drug or device sold at retail and its label (, as originally
4	packed), directs that it is to be dispensed or sold only on prescription, unless it
5	is dispensed or sold on a written prescription signed by a practitioner who is
6	licensed by law to administer the drug or device and its label (, as dispensed),
7	bears the name and place of business of the dispenser or seller, the serial
8	number and date of the prescription, and the name of the licensed practitioner.
9	Those prescriptions shall not be refilled except on the specific authorization of
10	the prescribing practitioner, provided that where any requirement of this
11	subsection, as applied to any drug or device, is not necessary for the protection
12	of the public health, the Board Department shall adopt rules exempting the
13	drug or device from the requirement.
14	* * *
15	Sec. 94. 18 V.S.A. § 4064a(a) is amended to read:
16	(a) Except as provided in subsections (b), (c), and (d) of this section, a drug
17	or device which that is sold or offered for sale by prescription, including those
18	transported or mailed into this State for use in this State although purchased
19	elsewhere, is misbranded:
20	* * *

(2) unless it is labeled with the following:

1	* * *
2	(B) the expiration date of the drug where the date is required by law
3	or has been determined by the manufacturer, Board Department, or any agency
4	of the State or U.S. government, if this date is less than one year from date of
5	dispensing;
6	* * *
7	Sec. 95. 18 V.S.A. § 4065 is amended to read:
8	§ 4065. NEW DRUGS; SALE REGULATIONS
9	(a) No person shall sell, deliver, offer for sale, hold for sale, or give away
10	any new drug unless:
11	* * *
12	(2) when not subject to the federal act, unless the drug has been tested
13	and has not been found to be unsafe for use under the conditions prescribed,
14	recommended, or suggested in the labeling thereof and before selling or
15	offering the drug for sale, there has been filed with the Board Department an
16	application setting forth:
17	* * *
18	(v) such samples of the drug and of the articles used as components
19	thereof as the Board Department may require; and
20	* * *

1	(b) An application provided for in subdivision (a)(2) of this section shall
2	become effective on the 60th day after the filing thereof, except that if the
3	Board Commissioner finds, after due notice to the applicant and giving him or
4	her giving the applicant due notice and an opportunity for a hearing, that the
5	drug is not safe for use under the conditions prescribed, recommended, or
6	suggested in the proposed labeling thereof, he or she the Commissioner shall,
7	before the effective date of the application, issue an order refusing to permit
8	the application to become effective.
9	* * *
10	(d) An order refusing to permit an application under this section to become
11	effective may be revoked by the Board Commissioner.
12	Sec. 96. 18 V.S.A. § 4067 is amended to read:
13	§ 4067. MISBRANDED COSMETIC
14	A cosmetic shall be deemed to be misbranded:
15	* * *
16	(2) if in package form unless it bears a label containing:
17	* * *
18	(B) an accurate statement of the quantity of the contents in terms of
19	weight, measure, or numerical count; provided that under this subdivision (B)
20	reasonable variations shall be permitted and exemptions as to small packages

shall be established by regulations prescribed rules adopted by the Board

Department;

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Sec. 97. 18 V.S.A. § 4068 is amended to read:

§ 4068. ADVERTISING REGULATIONS RULES

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(b) For the purpose of this chapter, the advertisement of a drug or device representing it to have any effect in albuminuria, appendicitis, arteriosclerosis, blood poison, bone disease, Bright's disease, cancer, carbuncles, cholecystitis, diabetes, diphtheria, dropsy, erysipelas, gallstones, heart and vascular diseases, high blood pressure, mastoiditis, measles, meningitis, mumps, nephritis, otitis media, paralysis, pneumonia, poliomyelitis (infantile paralysis), prostate gland disorders, pyelitis, scarlet fever, sexual impotence, sinus infection, smallpox, tuberculosis, tumors, typhoid, uremia, or venereal disease shall also be deemed to be false, except that no advertisement, not in violation of subsection (a) of this section, shall be deemed to be false under this subsection if it is disseminated only to members of the medical, dental, or veterinary professions, or appears only in the scientific periodicals of these professions, or is disseminated only for the purpose of public health education by persons not commercially interested, directly or indirectly, in the sale of the drugs or devices; provided that whenever the Board Department determines that an

advance in medical science has made any type of self-medication safe as to
any of the diseases named in this subsection, the Board Department shall by
regulation rule authorize the advertisement of drugs having curative or
therapeutic effect for the disease, subject to such conditions and restrictions as
the Board Department may deem necessary in the interests of public health;
provided that this subsection shall not be construed as indicating that self-
medication for diseases other than those named herein in this section is safe or
efficacious.
Sec. 98. 18 V.S.A. § 4069 is amended to read:
§ 4069. RULES; AUTHORITY
(a) The authority to adopt rules for the efficient enforcement of this chapter
is hereby vested in the Board Department. The Board Department may make
the rules adopted under this chapter conform, insofar as practicable, with those
promulgated under the federal act.
(b) Hearings authorized or required by this chapter shall be conducted by
the Board or such officer, agent, or employee as the Board may designate for
the purpose. [Repealed.]
(c) Before adopting any rules contemplated by section 4058; subdivision
4060(10); section 4061; subdivisions 4064(4), (6), (7), (8), and (11); or
subsection 4068(b) of this title, the Board Department shall give appropriate
notice of the proposal and of the time and place for a hearing. The rule so

§ 4071. REPORTS

adopted shall take effect on a date fixed by the Board Department, which date
shall not be earlier than 60 days after its adoption. The rule may be amended
or repealed in the same manner as is provided for its adoption, except that in
the case of a rule amending or repealing any such rule, the Board Department.
to such extent as it deems necessary in order to prevent undue hardship, may
disregard the foregoing provisions regarding notice, hearing, or effective date
Sec. 99. 18 V.S.A. § 4070 is amended to read:
§ 4070. INSPECTION; EXAMINATION OF SAMPLES
(a) The Board Department or its duly authorized agent shall have free
access at all reasonable hours to any factory, warehouse, or establishment in
which food, drugs, devices, or cosmetics are manufactured, processed, packed
or held for introduction into commerce, or to enter any vehicle being used to
transport or hold such food, drugs, devices, or cosmetics in commerce, for the
purpose:
* * *
(b) It shall be the duty of the Board Department to make or cause to be
made examinations of samples secured under the provisions of this section to
determine whether any provision of this chapter is being violated.
Sec. 100. 18 V.S.A. § 4071 is amended to read:

1	(a) The Board Commissioner may cause to be published, from time to
2	time, reports summarizing all judgments, decrees, and court orders $\frac{1}{2}$
3	have been rendered under this chapter, including the nature of the charge and
4	the disposition thereof.
5	(b) The Board Commissioner may also cause to be disseminated such
6	information regarding food, drugs, devices, and cosmetics as the Board
7	Commissioner deems necessary in the interest of public health and the
8	protection of the consumer against fraud. Nothing in this section shall be
9	construed to prohibit the Board Department from collecting, reporting, and
10	illustrating the results of the investigations of the Board Department.
11	Sec. 101. 18 V.S.A. § 4201 is amended to read:
12	§ 4201. DEFINITIONS
13	As used in this chapter, unless the context otherwise requires:
14	(1) "Professional board" means:
15	* * *
16	(G) in the case of a hospital, laboratory, or nursing home, the State
17	Board Commissioner of Health so designated under chapter 3 of this title.
18	(2) "Board of Health" means the State Board of Health so designated
19	under chapter 3 of this title. [Repealed.]
20	* * *

1	(6) "Depressant or stimulant drug" means:
2	(A) any drug that contains any quantity of barbituric acid or any of
3	the salts of barbituric acid, or any derivative of barbituric acid, that is
4	designated as habit-forming because of its effect on the central nervous system
5	in the rules adopted by the Board Department of Health under section 4202 of
6	this title;
7	(B) any drug, other than methamphetamine, that contains any
8	quantity of amphetamine or any of its optical isomers, any salt or amphetamine
9	or any salt of an optical isomer of amphetamine, that the Board Department of
10	Health so designates by such rule as habit-forming because of its effect on the
11	central nervous system;
12	* * *
13	(G) any drug, other than methamphetamine, that contains any
14	quantity of a substance that the Board Department of Health so designates by
15	such rule as having a serious potential for abuse arising out of its effect on the
16	central nervous system.
17	* * *
18	(10) "Hallucinogenic drugs" means stramonium, mescaline or peyote,
19	lysergic acid diethylamide, and psilocybin, and all synthetic equivalents of
20	chemicals contained in resinous extractives of Cannabis sativa, or any salts or

derivatives or compounds of any preparations or mixtures thereof, and any

other substance that is designated as habit-forming or as having a serious potential for abuse arising out of its effect on the central nervous system or its hallucinogenic effect in the rules adopted by the Board Department of Health under section 4202 of this title.

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(13) "License" means a license to practice their profession issued to one of those persons listed in subdivisions (1)(A) through (F) of this section by his or her the person's respective professional board under the applicable laws of this State, or a license issued by the Board Department of Health under section 4206 of this title to a person not subject to the jurisdiction of any such professional board.

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(16) "Narcotic," "narcotics," or "narcotic drugs" means opium, coca leaves, pethidine (isonipecaine, meperidine), and opiates or their compound, manufacture, salt, alkaloid, or derivative, and every substance neither chemically nor physically distinguishable from them, and preparations containing such drugs or their derivatives, by whatever trade name identified and whether produced directly or indirectly by extraction from substances of vegetable origin, or independently by means of chemical synthesis or by a combination of extraction and chemical synthesis, as the same are so

1	designated in the rules adopted by the Board Department of Health under
2	section 4202 of this title.
3	* * *
4	(19) "Official written order" means an order written on a form
5	prescribed for that purpose by the U.S. Commissioner of Narcotics and issued
6	by the U.S. Commissioner of Internal Revenue, under any laws of the United
7	States making provision therefor, if such order forms are authorized and
8	required by federal law, and if no such order form is provided, then on an
9	official form provided for that purpose by the Board Commissioner of Health.
10	* * *
11	(28) "Registry number" means the number assigned under rules adopted
12	by the Board Department of Health to each person authorized under this
13	chapter to use, prescribe, dispense, possess, or administer a regulated drug in
14	connection with his or her professional practice.
15	* * *
16	(36) "Heroin" includes every substance not chemically or physically
17	distinguishable from it and preparations containing heroin or its derivatives, by
18	whatever name identified and whether produced directly or indirectly by
19	extraction from substances of vegetable origin, or independently by means of

chemical synthesis or by a combination of extraction and chemical synthesis,

as designated by the Board Department of Health by rule.

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1	* * *
2	(15) "Renchmark unlawful desage" means the maximum recommended
3	therapeutic dose, or maximum dany dose, as determined during clinical trials
4	and approved by the federal Food and Drug Administration.
	(45) "Benchmark unlawful dosage" means the maximum
	recommended therapeutic dose, or maximum daily dose, as determined by the
	Department by rule.
5	Sec. 102. 18 V.S.A. § 4202 is amended to read:
6	§ 4202. POWERS AND DUTIES OF THE BOARD DEPARTMENT OF
7	HEALTH
8	(a) The Board Department of Health is authorized and empowered to adopt
9	such rules that in its judgment may be necessary or proper to supplement the
10	provisions of this chapter to effectuate the purposes and intent thereof or to
11	clarify its provisions so as to provide the procedure or details to secure
12	effective and proper enforcement of its provisions.
13	* * *
14	(c) The Board Commissioner of Health and any representative specifically
15	authorized by it the Commissioner shall have the power to administer oaths,
16	compel the attendance of witnesses and the production of books, papers, and
17	records, and to take proof and testimony concerning all matters with which this
18	chapter is concerned.

1	(d) The rules adopted by the Board Department of Health under section
2	4201 of this title for the purpose of determining those drugs defined under that
3	section may be adopted only after prior written notice to the Board of
4	Pharmacy and the Board of Medical Practice and after the Board of Pharmacy
5	and the Board of Medical Practice have had an opportunity to advise the Board
6	Commissioner of Health with respect to the form and substance of those rules
7	or amendments and to recommend revisions thereof, except with respect to
8	emergency rules adopted pursuant to 3 V.S.A. § 844, which may be adopted
9	without notice by the Commissioner of Health.
10	Sec. 103. 18 V.S.A. § 4204(a) is amended to read:
11	(a) The Board Department of Health may provide, by rule, for the
12	exception from all provisions of this chapter (,except as provided in section
13	4223 of this title), of the administration, dispensation, or sale at retail of a
14	medicinal preparation containing such amounts of one or more regulated drugs
15	that the Board Department considers not subject to abuse.
16	Sec. 104. 18 V.S.A. § 4206(a) is amended to read:
17	(a) No person shall manufacture, compound, mix, cultivate, grow, or by
18	any other process produce, prepare, prescribe, dispense, or compound any
19	regulated drug, and no person as a wholesaler, manufacturer, pharmacist, or
20	pharmacy shall possess or supply the same, without having first obtained a

license from the respective professional board having jurisdiction over that

1	person as so designated in subdivision 4201(1) of this title, or, in the event no
2	professional board has such jurisdiction over a person, from the Board
3	Department of Health under terms adopted by that Board the Commissioner

4 corresponding to those respecting professional licenses.

Sec. 105. 18 V.S.A. § 4207 is amended to read:

§ 4207. CERTIFICATES OF APPROVAL

- (a) No hospital, laboratory, or nursing home, or any other person not provided for under section 4206 of this title, shall possess, administer, compound, use, or supply any regulated drug, without having first obtained a certificate of approval from the Board Department of Health.
- (b) The certificate of approval issued by the Board Department of Health in accordance with this section shall be effective only for the person and address and the type of regulated drug designated therein and shall be conspicuously displayed at the indicated place of business.

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(d) Persons to whom certificates of approval have been issued shall thereafter apply annually to renew that certificate with the Board Department of Health. Application for renewal shall be made July 1 of each year. Failure to apply for renewal within 30 days after such date will subject the applicant to a penalty of \$25.00 in addition to the renewal fee, to be collected by that Board the Department upon any subsequent application for renewal.

1	* * *
2	Sec. 106. 18 V.S.A. § 4208 is amended to read:
3	§ 4208. QUALIFICATIONS FOR ISSUANCE OF LICENSES AND
4	CERTIFICATES
5	Notwithstanding or in addition to any other provision of law, no license or
6	certificate of approval shall be issued unless and until the applicant therefor
7	has furnished proof satisfactory to the respective board or to the Department of
8	Health, in the exercise of its discretion:
9	* * *
10	Sec. 107. 18 V.S.A. § 4209 is amended to read:
11	§ 4209. SUPERVISION, REVOCATION, AND REINSTATEMENT OF
12	LICENSES AND CERTIFICATES
13	(a) A board or the Department of Health may, after notice and opportunity
14	for hearing, revoke or suspend for a period of time or amend the terms of any
15	license or certificate issued by that board or the Department of Health under
16	section 4207 of this title or under any provision of the laws of this State in the
17	event that any one of the qualifications for issuance of a license or certificate
18	listed in section 4208 of this title were at the time of such issuance or are
19	subsequently thereto not met by the holder thereof or in the event that it is
20	shown to that board's or the Department of Health's satisfaction that the

holder or his or her the holder's employee or agent has violated any of the provisions of this chapter.

- (b) Notwithstanding the foregoing, a board or the Department of Health may, upon application of such person, at any time, after notice and opportunity for hearing, and upon good cause shown satisfactory to that board or the Department of Health in the exercise of its discretion, reinstate the license or certificate of a person previously suspended or revoked by that board or the Department of Health under subsection (a) of this section.
- Sec. 108. 18 V.S.A. § 4210(d) is amended to read:
 - (d) The form and content of the records to be maintained under this section shall be prescribed by regulation rule adopted by the Board Department of Health, after prior written notice to the Board of Pharmacy and after the Board of Pharmacy has had an opportunity to advise the Board Department of Health with respect to the form and substance of that regulation rule and to recommend revisions thereof. The record of regulated drugs received shall in every case show the date of receipt, the name and address of the person from whom received, and the kind and quantity of drugs received, the kind and quantity of such drugs produced or removed from process of manufacture, and the date of such production or removal from process of manufacturer, and such other facts as the Board Department of Health may require. The record of all such drugs sold, administered, dispensed, or otherwise disposed of shall show

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the date of selling, administering, or dispensing, the name and address of the person to whom, or for whose use, or the owner and species of animal for which the drugs were sold, administered, or dispensed, and the kind and quantity of drugs and shall be signed by the person giving such order or his or her the person's duly authorized agent. Every such record shall be kept for a period of three years from the date of the transaction recorded, and shall be subject to inspection by a federal officer or an officer of this State or an agent thereof specifically authorized engaged in the enforcement of the federal drug laws or of this chapter. The keeping of a record required by or under the federal drug laws, containing substantially the same information as is specified above, shall constitute compliance with this section, except that every such record shall contain a detailed list of such drugs lost, destroyed, or stolen, if any, the kind and quantity of such drugs, and the date of the discovery of such loss, destruction, or theft. Sec. 109. 18 V.S.A. § 4211 is amended to read: § 4211. RECORDS CONFIDENTIAL

Prescriptions, orders, and records required by this chapter, and stocks of regulated drugs, shall be open for inspection only to federal or State officers or their specifically authorized agent whose duty it is to enforce the federal drug laws or this chapter; authorized agents of professional licensing board, as that term is defined under 3 V.S.A. chapter 5, or the Department of Health; or

1	authorized agents of the Board of Medical Practice. No person having
2	knowledge by virtue of his or her the person's office of any such prescription,
3	order, or record shall divulge such knowledge, except in connection with a
4	prosecution, or proceeding before the Board Department of Health, Board of
5	Pharmacy, Board of Medical Practice, or another licensing or registration
6	board, to which prosecution or proceeding the person to whom such
7	prescriptions, orders, or records relate is a party.
8	Sec. 110. 18 V.S.A. § 4213(b) is amended to read:
9	(b) A duly licensed manufacturer or wholesaler may sell regulated drugs to
10	any of the following persons:
11	(1) On an official written order, accompanied by a certificate of
12	exemption, as and if required by the federal drug laws, and in compliance with
13	regulations rules adopted by the Board Department of Health to a person in the
14	employ of the government of the United States or of any state, territory,
15	district, county, municipality, or insular government, purchasing, receiving,
16	possessing, or dispensing regulated drugs by reason of his or her the person's
17	official duties.
18	* * *
19	(3) To a person in a foreign country if the provisions of the federal drug

laws and the regulations rules adopted by the Board Department of Health are

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complied with.

Sec. 111. 18 V.S.A. § 4214(c) is amended to read:

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2	(c) Any person who has obtained from a physician, dentist, or veterinarian
3	any regulated drug for administration to a patient during the absence of such
4	physician, dentist, or veterinarian under this section shall return to such
5	physician, dentist, or veterinarian any unused portion of such drug, or shall
6	take such action as may be specified by regulation rules adopted by the Board
7	Department of Health, when such drug is no longer required by the patient.
8	Sec. 112. 18 V.S.A. § 4217 is amended to read:
9	§ 4217. REPORTS BY PHYSICIANS AND HOSPITALS
10	It shall be the duty of every physician and every hospital to report to the
11	Board Commissioner of Health, promptly, all cases wherein a person has been
12	or is being treated for the use of, or for problems arising from the use of,
13	regulated drugs. The reports shall include the type of problem being treated,
14	the class of regulated drug that was used, and such further information as is
15	required by rules of the Board Department of Health as adopted under section

- 18 Sec. 113. 18 V.S.A. § 4218 is amended to read:
- 19 § 4218. ENFORCEMENT
 - (a) It is hereby made the duty of the Department of Public Safety, its officers, agents, inspectors, and representatives, and pursuant to its specific

identification of the names of the persons being so treated.

4202 of this title, except that the rules shall not require the listing or other

1 authorization any other peace officer within the State, and of all State's 2 Attorneys, to enforce all provisions of this chapter and of the rules of the 3 Board Department of Health adopted under this chapter, except those 4 otherwise specifically delegated, and to cooperate with all agencies charged 5 with the enforcement of the federal drug laws, this chapter, and the laws of 6 other states relating to regulated drugs. * * * 7 8 (c) A person who gives information to law enforcement officers, the Drug 9 Rehabilitation Commission, Department of Health, or professional boards as 10 defined in section 4201 of this title and their specifically authorized agents, 11 concerning the use of regulated drugs or the misuse by other persons of 12 regulated drugs, shall not be subject to any civil, criminal, or administrative 13 liability or penalty for giving such information. 14 15 Sec. 114. 18 V.S.A. § 4220(c) is amended to read: 16 (c) On the conviction of any person of the violation of any provision of this 17 chapter, a copy of the judgment and sentence and of the opinion of the court or 18 magistrate, if any opinion be filed, shall be sent by the clerk of the court or by

the magistrate to the commission or officer, if any, by whom the convicted

defendant has been licensed or registered to practice his or her the person's

profession or to carry on his or her the person's business, and to the Board

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1 Commissioner of Health, who shall immediately transmit a copy thereof to the 2 professional board, if any, having such person within its jurisdiction. 3 Sec. 115. 18 V.S.A. § 4223(g) is amended to read: 4 (g) The provisions of this section shall apply to all transactions relating to 5 amounts or types of drugs excepted from the provisions of this chapter by 6 regulation rule of the Board Department of Health under section 4204 of this 7 title, in the same way as they apply to transactions relating to any other 8 regulated drug. 9 Sec. 116. 18 V.S.A. § 4229 is amended to read: 10 § 4229. MAINTENANCE OF RECORDS 11 Notwithstanding the provisions of sections 4202, 4210, 4213, and 4215 12 relating to the maintenance of records, all rules adopted by the Board 13 Department of Health and the Board of Pharmacy governing the records for 14 the manufacturing, distribution, and dispensation of regulated drugs shall be in 15 accordance with the similar requirements set by the federal government under 16 the Controlled Substances Act so that compliance with Board Department of 17 Health and Board of Pharmacy rules will result in compliance with federal 18 laws and regulations. 19 Sec. 117. 18 V.S.A. § 4234 is amended to read: 20 § 4234. DEPRESSANT, STIMULANT, AND NARCOTIC DRUGS

21

(a) Possession.

1	* * *
2	(2) A person knowingly and unlawfully possessing a depressant,
3	stimulant, or narcotic drug, other than heroin or cocaine, consisting of 100
4	times a benchmark unlawful dosage or its equivalent as determined by the
5	Board of Health by rule shall be imprisoned not more than five years or fined
6	not more than \$25,000.00, or both.
7	(3) A person knowingly and unlawfully possessing a depressant,
8	stimulant, or narcotic drug, other than heroin or cocaine, consisting of 1,000
9	times a benchmark unlawful dosage or its equivalent as determined by the
10	Board of Health by rule shall be imprisoned not more than 10 years or fined
11	not more than \$100,000.00, or both.
12	(4) A person knowingly and unlawfully possessing a depressant,
13	stimulant, or narcotic drug, other than heroin or cocaine, consisting of 10,000
14	times a benchmark unlawful dosage or its equivalent as determined by the
15	Board of Health by rule shall be imprisoned not more than 20 years or fined
16	not more than \$500,000.00, or both.
17	(b) Selling or dispensing.
18	* * *
19	(2) A person knowingly and unlawfully selling or dispensing a

depressant, stimulant, or narcotic drug, other than fentanyl, heroin, or cocaine,

consisting of 100 times a benchmark unlawful dosage or its equivalent as

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determined by the Board of Health by rule shall be imprisoned not more than 10 years or fined not more than \$100,000.00, or both.

(3) A person knowingly and unlawfully selling or dispensing a depressant, stimulant, or narcotic drug, other than fentanyl, heroin, or cocaine, consisting of 1,000 times a benchmark unlawful dosage or its equivalent as determined by the Board of Health by rule shall be imprisoned not more than 20 years or fined not more than \$500,000.00, or both.

8 ***

- Sec. 118. 18 V.S.A. § 4235(a) is amended to read:
- (a) "Dose" of a hallucinogenic drug means that minimum amount of a hallucinogenic drug, not commonly used for therapeutic purposes, which that causes a substantial hallucinogenic effect. The Board Department of Health shall adopt rules which establish doses for hallucinogenic drugs. The Board Department may incorporate, where applicable, dosage calculations or schedules, whether described as "dosage equivalencies" or otherwise, established by the federal government.
- 17 Sec. 119. 18 V.S.A. § 4351(e) is amended to read:
 - (e) Any licensee or applicant aggrieved by a decision or order of the Commissioner may appeal to the Board of Health Superior Court of the county in which such person resides or maintains a place of business within 30 days of that decision. Hearings by the Board under this section shall be subject to the

provisions of 3 V.S.A. chapter 25 relating to contested cases. The Board shall		
consider the matter de novo and all persons, parties, and interests may appear		
and be heard. The Board shall issue an order within 30 days following the		
conclusion of the hearing.		
Sec. 120. 18 V.S.A. § 4392(a) is amended to read:		
(a) The provisions of section 4391 of this title shall not be construed to		
prevent or prohibit a person, firm, or corporation from purchasing milk in bulk		
for uses other than for serving patrons for drinking purposes, nor to prevent		
the sale or serving of cream, skimmed milk, or buttermilk from bulk, if the		
same is pure and wholesome and is sold and served as cream, skimmed milk,		
or buttermilk, nor shall it prevent or prohibit the sale of milk in mixed drinks		
at soda fountains, or from original bulk containers equipped with a dispensing		
device, provided the owner of such device has notified the Board Department		
of Health and the Agency of Agriculture, Food and Markets of each device		
installed and its location, and has complied in all other respects with the rules		
and regulations of the Secretary of Agriculture, Food and Markets as provided		
in this subchapter.		
Sec. 121. 18 V.S.A. § 4393 is amended to read:		
§ 4393. RULEMAKING		
The Secretary of Agriculture, Food and Markets shall, subject to approval		

by the State Board Department of Health, make and adopt such rules as the

1	Secretary deems necessary relating to the construction, operation, and use of
2	such dispensing devices.
3	Sec. 122. 18 V.S.A. § 5222(a) is amended to read:
4	(a) The following fetal deaths shall be reported by the hospital, physician,
5	or funeral director directly to the Commissioner within seven days after
6	delivery on forms prescribed by the board Department:
7	* * *
8	Sec. 123. 18 V.S.A. § 5573(b) is amended to read:
9	(b) Before commencing the building, construction, or erection of any such
10	structure, full detailed plans and specifications shall be presented to the State
11	Board Department of Health. The approval of plans and specifications shall be
12	evidenced by a certificate in writing, signed by the legislative body of the
13	municipality and the local board of health.
14	Sec. 124. 21 V.S.A. § 1301 is amended to read:
15	§ 1301. DEFINITIONS
16	The following words and phrases, as used in this chapter, shall have the
17	following meanings unless the context clearly requires otherwise:
18	* * *
19	(19) "Hospital" means an institution which that has been licensed,
20	certified, or approved by the State Board Department of Health as a hospital,

1	or an institution which that is operated by the State of Vermont or any of its
2	instrumentalities as a hospital.
3	* * *
4	Sec. 125. 26 V.S.A. § 1256(b) is amended to read:
5	(b) Upon request of the Board Department of Health or a person authorized
6	to issue burial or removal permits, a licensee shall show proof of current
7	licensure.
8	Sec. 126. 26 V.S.A. § 1276 is amended to read:
9	§ 1276. EMBALMING FLUIDS AND COMPOUNDS; SALE OR USE;
10	PROHIBITION
11	The sale or use for embalming purposes of any fluid containing arsenic,
12	zinc, mercury, copper, lead, silver, antimony, chloral, or cyanogen, or of any
13	compound containing any of these, or any poisonous alkaloid, shall be
14	prohibited, and all brands of embalming compounds used within the State shall
15	be tested and approved under direction of the State Board Department of
16	Health.
17	Sec. 127. 26 V.S.A. § 1443(c) is amended to read:
18	(c) Notwithstanding the provisions of section 1318 of this title, relating to
19	accessibility and confidentiality of disciplinary matters, the proceedings,
20	reports, records, reporting information, and evidence of a peer review
21	committee provided by the committee to the Board in accordance with the

1	provisions of section 1317 of this title or to the Department of Health in
2	accordance with 18 V.S.A. chapter 43a and subsection (b) of this section may
3	be used by the Board or by the Commissioner of Health or Board of Health for
4	disciplinary and enforcement purposes but shall not be subject to public
5	disclosure.
6	Sec. 128. 32 V.S.A. § 1010(a) is amended to read:
7	(a) Except for those members serving ex officio or otherwise regularly
8	employed by the State, the members of the following boards shall be entitled
9	to receive \$50.00 in per diem compensation:
10	* * *
11	(5) State Board of Health [Repealed.]
12	* * *
13	Sec. 129. 32 V.S.A. § 3481 is amended to read:
14	§ 3481. DEFINITIONS
15	The following definitions shall apply in this Part and chapter 101 of this
16	title, pertaining to the listing of property for taxation:
17	(1)(A) "Appraisal value" shall mean, with respect to property enrolled
18	in a use value appraisal program, the use value appraisal as defined in
19	subdivision 3752(12) of this title, multiplied by the common level of appraisal
20	and with respect to all other property, except for owner-occupied housing
21	identified in subdivision (C) of this subdivision (1), the estimated fair market

1 value. The estimated fair market value of a property is the price that the 2 property will bring in the market when offered for sale and purchased by 3 another, taking into consideration all the elements of the availability of the 4 property, its use both potential and prospective, any functional deficiencies, and all other elements such as age and condition that combine to give property 5 6 a market value. Those elements shall include the effect of any State or local 7 law or regulation affecting the use of land, including 10 V.S.A. chapter 151 or 8 any land capability plan established in furtherance or implementation thereof, 9 rules adopted by the State Board Department of Health, and any local or 10 regional zoning ordinances or development plans. In determining estimated 11 fair market value, the sale price of the property in question is one element to

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14 Sec. 130. 33 V.S.A. § 7302 is amended to read:

consider, but is not solely determinative.

§ 7302. ADOPTION OF GRIEVANCE PROCEDURE

(a) The State Board of Health shall require every nursing home to submit a plan for a resident grievance mechanism with respect to the obligations of the nursing home to residents using its facilities. Every nursing home shall also submit a proposed notice to residents in accordance with section 7303 of this title. The plan and notice must be consistent with the provisions of section

1	7301 of this title and approved by the State Board of Health prior to
2	certification of compliance or issuance or renewal of a license. [Repealed.]
3	* * *
4	Sec. 131. TRANSFER OF RULEMAKING AUTHORITY; TRANSFER OF
5	RULES
6	(a) The statutory authority to adopt rules by the State Board of Health
7	under 18 V.S.A. §§ 102, 304, 1100, 4053, 4058, 4060, 4061, 4062, 4064,
8	4069, 4202, 4229, 4235, and 4393 and 3 V.S.A. chapter 25 is transferred to the
9	Department of Health.
10	(b) All rules adopted by the Board of Health under 3 V.S.A. chapter 25
11	prior to the effective date of this act shall be deemed the rules of the
12	Department of Health and the Commissioner of Health and shall remain in
13	effect until amended or repealed by the Department of Health or the
14	Commissioner of Health in accordance with 3 V.S.A. chapter 25.
15	(c) The Department of Health and the Commissioner of Health shall
16	provide notice of the transfer of the rulemaking authority to the Secretary of
17	State and the Legislative Committee on Administrative Rules in accordance
18	with 3 V.S.A. § 848(d)(2).

1	* * * Prospective Repeal of Nuclear Decommissioning Citizens Advisory
2	Panel * * *
3	Sec. 132. PROSPECTIVE REPEAL OF NUCLEAR DECOMMISSIONING
4	CITIZENS ADVISORY PANEL
5	18 V.S.A. chapter 34 (nuclear decommissioning citizens advisory panel) is
5	repealed on January 1, 2030.
	* * * Regional Emergency Management Committees Quorum * * *
	Sec. 132a. 20 V.S.A. § 6 is amended to read:
	§ 6. LOCAL ORGANIZATION FOR EMERGENCY MANAGEMENT
	* * *

(d) Regional emergency management committees shall be established by the Division of Emergency Management.

* * *

(3) A regional emergency management committee shall consist of voting and nonvoting members.

* * *

(C) Meeting quorum requirement. A regional emergency management committee may vote annually, at the committee's final meeting of the calendar year, to modify its quorum requirement for meetings in the subsequent year; provided, however, that the quorum shall be not fewer than 20 percent of voting members.

* * *

Sec. 132b. INTERIM QUORUM

Notwithstanding 20 V.S.A. § 6(d)(3)(C), until December 31, 2023:

- (1) not fewer than five voting members of a regional emergency management committee shall constitute a quorum for the conduct of a meeting; and
- (2) a regional emergency management committee may vote at any time to modify its quorum requirement for meetings in 2024; provided, however, that the quorum shall be not fewer than 20 percent of voting members.
- * * * Repeal of Vermont Prescription Drug Advisory Council * * *
- 2 Sec. 133. REPEAL OF VERMONT PRESCRIPTION DRUG ADVISORY
- 3 COUNCIL
- 4 18 V.S.A. § 4255 (Vermont Prescription Drug Advisory Council) is repealed.
- * * * Vermont Employment Security Board * * *
- 6 Sec. 134. 21 V.S.A. § 1302 is amended to read:
- 7 § 1302. VERMONT EMPLOYMENT SECURITY BOARD,
- 8 COMPOSITION, DUTIES
- 9 (a) There is hereby created a board of three members to be known as the
- 10 Vermont Employment Security Board. One member, who will serve as the
- chair of the Board, shall be the Commissioner of Labor, ex officio. The two
- other members of the Board shall be appointed by the Governor, with the

1	advice and consent of the Senate. The term of each appointed member shall be
2	six years. Biennially, in the month of February, with the advice and consent of
3	the Senate, the Governor shall appoint a person as a member of such the Board
4	for the term of six years, whose term of office shall commence March 1 of the
5	year in which such appointment is made. Any appointment to a vacancy shall
6	be for the unexpired term. In case of a vacancy by resignation, the member
7	resigning shall continue in office until his or her that member's successor is
8	appointed. No Not more than two members of the Board shall be members of
9	the same political party. Biennially, in the month of February, the Governor
10	shall designate a member of such board to be its chair. The Governor may at
11	any time remove a an appointed member of such Board for gross inefficiency,
12	neglect of duty, malfeasance, misfeasance, or nonfeasance in office.
13	* * *
14	* * * Repeal of Natural Gas and Oil Resources Board and Statutory
15	Framework * * *
16	Sec. 135. 29 V.S.A. chapter 14 is amended to read:
17	CHAPTER 14. NATURAL GAS AND OIL CONSERVATION
18	Subchapter 1. General Provisions

This chapter shall be known as the Vermont Natural Gas and Oil

21 Conservation Act.

§ 501. TITLE OF CHAPTER

19

1	§ 502. PURPOSES
2	(a) The prevention of waste of oil and gas, the promotion of conservation,
3	and the protection of correlative rights of owners are declared to be in the
4	public interest.
5	(b) The purposes of this chapter are to:
6	(1) encourage oil and gas exploration and production;
7	(2) protect property rights and interests of all citizens;
8	(3) prevent long-term harm to the environment and other resources that
9	might occur through oil and gas activities;
10	(4) protect correlative rights;
11	(5) prevent undue waste of oil and gas;
12	(6) promote greatest ultimate recovery of oil and gas, consistent with
13	technology and economic conditions.
14	(c) This purpose requires the creation of a Vermont Natural Gas and Oil
15	Resources Board to administer and enforce the provisions of this chapter.
16	(d) Whenever the Board exercises discretion and authority under this act, it
17	shall do so only under the standards and purposes described in subsection (b)
18	of this section.
19	§ 503. DEFINITIONS

(1) "Board" means the Vermont Natural Gas and Oil Resources Board.

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As used in this chapter:

1	(2) "Certificate of clearance" means a permit prescribed by the Board for
2	the transportation or the delivery of oil or gas or product.
3	(3) "Correlative rights" means the reciprocal rights and duties of each
4	owner in a reservoir to produce oil and gas in a manner that will not cause
5	waste and in an amount representing his or her just and equitable share.
6	(4) "Development drilling unit" means the area attributed by the Board
7	to a well drilled or to be drilled in a known reservoir, for the purpose of
8	allocating production so as to prevent waste and protect correlative rights.
9	(5) "Drilling site" means all the land disturbed in preparing a site for the
10	drilling of an oil and gas well, and related activities, including roadways and
11	utility access.
12	(6) "Exploratory drilling unit" means the area attributed by the Board to
13	the first well drilled or to be drilled to test for a reservoir, for the purpose of
14	allocating production so as to prevent waste and protect correlative rights.
15	(7) "Field" means the general area underlaid by one or more reservoirs.
16	(8) "Gas" means all natural gas, whether hydrocarbon or
17	nonhydrocarbon, including hydrogen sulfide, helium, carbon dioxide, nitrogen,
18	hydrogen, casinghead gas, and all other fluid hydrocarbons not defined as oil.
19	(9) "Illegal oil" or "illegal gas" means oil or gas that has been produced
20	from any well within the State in violation of this chapter or any rule,
21	regulation, or order of the Board.

1	(10) "Illegal product" means any product derived in whole or in part
2	from illegal oil or illegal gas.
3	(11) "Just and equitable share of the production" means, as to each
4	owner, that part of the authorized production from a reservoir that is
5	reasonable in the proportion that the amount of recoverable oil or gas in the
6	developed area of his or her tract or tracts in the reservoir bears to the
7	recoverable oil or gas in the total of the developed areas in the reservoir.
8	(12) "Lands" means all lands within the State, publicly or privately
9	owned, over which the State, under its police power, has jurisdiction.
10	(13) "Local agency" means any county, city, town, village, or other
11	political subdivision and any local agency, board, commission, district, or
12	other administrative body.
13	(14) "Most efficient rate" means the rate at which a well can produce
14	without inefficient, excessive, or improper use or dissipation of reservoir
15	energy to achieve the maximum economically feasible recovery of oil or gas.
16	(15) "Oil" means crude petroleum, oil, and all hydrocarbons, regardless
17	of specific gravity, that are in the liquid phase in the reservoir and are
18	produced at the wellhead in liquid form.
19	(16) "Oil and gas" means both oil and gas, or either oil or gas, as the
20	context may require to give effect to the purposes of this chapter.

1 (17) "Operator" means the person who has been designated by the 2 owners or the Board to operate the well or field-wide unit, and who is 3 responsible for compliance with this chapter. 4 (18) "Owner" means the person who has the right to drill into and 5 produce from a reservoir and to appropriate the oil or gas that is produced, 6 either for that person or for that person and others; and in the event that there 7 is no oil and gas lease with respect to any land, the owner of the oil and gas 8 rights shall be considered "owner" to the extent of seven-eighths of the oil and 9 gas underlying the lands in question, and as "royalty interest holder" to the 10 extent of one-eighth of the oil and gas. 11 (19) "Plug and abandon" means the plugging, replugging if necessary, 12 and abandonment of a well including the placing of all bridges, plugs, and 13 fluids therein, and the restoration and reclamation of the drilling site to a 14 condition reasonably consistent with the adjacent terrain and landscape. 15 (20) "Producer" means the operator of a well or wells capable of 16 producing oil or gas. 17 (21) "Product" means any commodity made from oil or gas. 18 (22) "Reservoir" means an underground accumulation of oil or gas that 19 is a common source of supply, or several such accumulations that by rule or

order of the Board are allowed to be produced on a commingled basis, and are

treated by the Board as a common source of supply.

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1	(23) "Resources" means oil, gas, and their constituents, existing in or
2	under lands within the State of Vermont.
3	(24) "State lands" means all State-owned lands inside or outside the
4	State, including the State-owned lands under the waters of Lake Champlain or
5	any other waters.
6	(25) "State land manager," with respect to any State lands, means the
7	secretary of any agency to which a department or division having
8	responsibility for those lands is attached; or if not attached to an agency, the
9	commissioner of a department or the chair of a board having responsibility for
10	those lands; or if no agency has responsibility for the lands, the Secretary of
11	Natural Resources.
12	(26) "Unitization" means the combining of tracts and interests necessary
13	to establish a field-wide area for the cooperative development or operation of
14	all or part of a reservoir.
15	(27) "Waste" includes:
16	(A) the inefficient, excessive, or improper use or the unnecessary
17	dissipation of reservoir energy;
18	(B) the inefficient storing of oil or gas;
19	(C) the locating, drilling, equipping, operating, or producing of an oil
20	and gas well in a manner that causes or tends to cause reduction in the quantity

of oil or gas that would be ultimately recoverable from a reservoir under

1	prudent and proper operations, or that causes or tends to cause unnecessary
2	wells to be drilled, or that causes or tends to cause surface or subsurface loss or
3	destruction of oil or gas;
4	(D) the unauthorized flaring of gas produced from an oil and
5	condensate well after the Board has found that the use of gas is, or will be,
6	economically feasible within a reasonable time on terms that are just and
7	reasonable.
8	(28) "Well log" means all information obtained in and from the drilled
9	borehole including the driller's log, geological log, geophysical log,
10	hydrological log, and other information.
11	(29) "Fluid" means any material or substance that flows or moves
12	whether in semi-solid, liquid, sludge, gas, or any other form or state.
13	(30) "Hydraulic fracturing" means the process of pumping a fluid into or
14	under the surface of the ground in order to create fractures in rock for the
15	purpose of the production or recovery of oil or gas.
16	§ 504. COMPOSITION OF THE BOARD
17	(a) The Board shall consist of five members who shall be appointed by the
18	Governor with the advice and consent of the Senate. Appointments shall be for
19	a term of three years and, in the event of death or resignation, successors shall
20	serve out the term of the deceased or resigned member. The terms of members

initially appointed shall be set so that not more than two terms shall expire in

the same year. Annually, in February after new appointments, the Governor
shall designate a chair.

(b) In order for the Board to function in the best interests of the people of

- (b) In order for the Board to function in the best interests of the people of the State, Board members should have a knowledge of one or more of the following: geology, engineering, law, State and local government, economic development, environmental protection, regional planning, agriculture, or related fields of knowledge.
- (c) A person in the employ of or holding any official relation to any company subject to the supervision of the Board, or engaged in the management of such company, or owning stock, bonds, or other securities thereof, or who is, in any manner, connected with the operation of such company in this State, shall not be a member of the Board.
- (d) No member of the Board shall participate in any action of the Board that involves himself or herself or any person engaged in oil and gas development in which he or she has a financial interest.
- (e) Each prospective appointee or member of the Board shall have the affirmative duty to disclose any actual or potential conflicts of interest to the other members of the Board.
- § 505. AUTHORITY OF THE BOARD
 - (a) For the purposes of this chapter, the Board shall have authority over all lands and over all oil and gas resources. The Board shall prevent the waste of

oil and gas, promote conservation, protect correlative rights, and otherwise
administer and enforce this chapter. In the event of a conflict, the duty to
prevent waste is paramount.
(b) Without limiting its general authority, the Board may:
(1) require identification of ownership of oil and gas wells, producing
leases, tanks, processing plants, structures, and facilities for the transportation
or refining of oil and gas;
(2) require the making and filing of well logs, directional surveys, and
reports on well location, drilling, and production; provided that all such
records marked "confidential" shall be kept confidential for two years after
their filing, unless the owner gives written permission to release them at an
earlier date; provided, however, that the State Geologist is authorized access to
this information. The Board may provide by rule for extension of the period of
confidentiality for an additional period of one year upon written request of the
owner and a showing of special circumstances requiring an extension;
(3) require the drilling, casing, installation of proper equipment and
facilities, operating, and plugging of wells in such manner as to prevent:
(A) the escape of oil or gas out of one reservoir into another,
(B) the detrimental intrusion of water into an oil or gas reservoir

where that is avoidable by efficient operations,

1	(C) the pollution of fresh water supplies by oil, gas, or salt water, or
2	other substances,
3	(D) blowouts, cave-ins, seepages, and fires;
4	(4) require the testing of wells used in connection with the production of
5	oil and gas including production, injection, and disposal wells;
6	(5) require the licensing of oil and gas well drillers and the furnishing of
7	a reasonable performance bond or other good and sufficient surety,
8	conditioned for the performance of the duty to plug and restore the drilling site
9	of each dry or abandoned well, and to repair each well causing waste or
10	pollution if repair will prevent the waste or pollution;
11	(6) require that production from wells be separated into gaseous and
12	liquid hydrocarbons, and that each be measured by means and upon standards
13	that may be prescribed by the Board;
14	(7) require that wells be operated at efficient gas-oil or water-oil ratios or
15	that production be limited from wells with inefficient gas-oil or water-oil
16	ratios;
17	(8) require certificates of clearance in connection with the transportation
18	or delivery of oil, gas, or product;
19	(9) require the metering or other measuring of oil, gas, or product;
20	(10) require that every person who produces, sells, purchases, acquires,
21	stores, transports, refines, or processes oil or gas in this State keep complete

1	and accurate records of their quantities, which records shall be available for
2	examination by the Board or its agents at all reasonable times;
3	(11) require the filing of reports, plats, and other data related to matters
4	within the Board's jurisdiction;
5	(12) regulate the drilling, testing, equipping, completing, operating,
6	producing, and plugging of wells, and all other operations for the production
7	of oil or gas;
8	(13) regulate the stimulation and treatment of wells;
9	(14) regulate the spacing or locating of wells;
10	(15) regulate operations to increase ultimate recovery, such as cycling of
11	gas, the maintenance of pressure, and the introduction of gas, water, or other
12	substances into a reservoir;
13	(16) regulate the disposal of salt water and oil field wastes;
14	(17) determine the amount of oil or gas that may be produced without
15	waste from any unit, reservoir, or field, and allocate the allowed production to
16	and among the wells in such fields or reservoirs;
17	(18) permit by rule or order the flaring of gas produced from an oil well,
18	pending the time when, with reasonable diligence, the gas can be sold or
19	otherwise utilized on terms that are just and reasonable, if such flaring is in the
20	public interest;

1	(19) identify reservoirs and classify or reclassify them as oil or gas
2	reservoirs, and classify or reclassify wells as oil or gas wells;
3	(20) adopt rules and make and enforce orders reasonably necessary to
4	prevent waste, to protect correlative rights, to govern the practice and
5	procedure before the Board and otherwise administer this chapter;
6	(21) implement State responsibility under the National Gas Policy Act of
7	1978 for determining the statutory maximum lawful price for sales of natural
8	gas;
9	(22) the Board shall have no authority over sales of gasoline and related
10	products covered by 9 V.S.A. chapter 109, nor any authority over petroleum
11	inventory reporting covered by 9 V.S.A. chapter 110.
12	Subchapter 2. Administration
13	§ 511. HEARINGS CONDUCTED BY EXAMINERS
14	(a) The Board may provide for the appointment of one or more examiners
15	to conduct hearings with respect to any matter properly coming before the
16	Board and to make reports and recommendations to the Board with respect
17	thereto. The Board shall provide for compensation to be paid for services
18	performed as an examiner.
19	(b) The Board shall adopt rules with regard to hearings to be conducted
20	before examiners. The rules also shall provide procedures for rehearing before

1	the Board and times within which requests for a rehearing must be made.
2	Upon request of an interested party, the Board shall hold a rehearing.
3	(c) The Board may enter orders based upon the reports and
4	recommendations of its examiners.
5	(1) If an order grants the request of an applicant and no objection has
6	been made or filed before or during the hearing before the examiner, the order
7	shall be effective immediately.
8	(2) If an order denies the request of the applicant, in whole or in part, or
9	if a timely protest to the granting of an application is made or filed, the order
10	shall not become effective if a request for rehearing is made; and shall become
11	effective only when either all interested parties have waived their right to
12	rehearing or the time to request a rehearing has expired.
13	(d) After an order based on a hearing before an examiner has become
14	effective, it shall have the same force and effect as if the hearing had been
15	conducted before the Board. If a timely request for rehearing is made, the
16	Board may deny rehearing or affirm, revoke, or modify the order.
17	§ 512. HEARINGS CONDUCTED BY THE BOARD
18	(a) Notwithstanding any provision of this chapter or any rule of the Board,
19	any hearing on any matter or proceeding may be held before the Board if the

Board desires to hear the matter; or if the matter is initiated on the motion of

the Board and is for the purpose of enforcing, amending, establishing, or

20

1	revoking a statewide rule, regulation, or order; or if any person who may be
2	affected by the matter or proceeding files with the Board, more than 10 days
3	prior to the date set for the hearing, a written objection to the hearing before an
4	examiner.
5	(b) The parties shall have the right to present additional testimony and
6	documentary evidence at any rehearing.
7	§ 513. SUBPOENA
8	(a) In any matter properly before it, the Board may compel the attendance
9	of witnesses and the production of documentary evidence. A party shall be
10	entitled to the issuance of subpoenas by making a written request. In all other
11	respects, the Vermont Rules of Civil Procedure shall apply to the proceedings
12	before the Board.
13	(b) A person aggrieved by a subpoena issued by the Board may petition a
14	Superior judge, who may issue any order authorized in civil cases to protect a
15	party from improper discovery.
16	(c) A person who disobeys a proper subpoena of the Board or refuses to
17	take an oath or affirmation properly required by the Board shall be liable to the
18	penalty and attachment provided in Title 12 for disobeying a judicial
19	subpoena.
20	§ 514. APPEAL

1	An appeal from a decision of the Board shall be to the Supreme Court. The
2	provisions of the Administrative Procedure Act shall apply to the extent they
3	are not inconsistent with the provisions of this chapter.
4	§ 515. PERSONNEL
5	Within the limits of legislative authorizations of positions and
6	appropriations of funds, the Board may employ an executive officer and other
7	personnel as it finds necessary in carrying out its duties, including engineering,
8	technical, and other consultants.
9	§ 516. GOVERNMENTAL COOPERATION
10	(a) Other departments and agencies of State government shall cooperate
11	with the Board and, as mutually agreeable, make available at cost data,
12	facilities, and personnel as may be needed to assist the Board in carrying out
13	its duties and functions. Geological services for the Board shall be provided by
14	or in cooperation with the State Geologist.
15	(b) The Board, within the scope of its jurisdiction and authorization, may
16	cooperate with agencies of the federal government or other states to protect the
17	interests of the State in its oil and gas resources.
18	§ 517. STANDARDS FOR RULEMAKING
19	(a) Rulemaking power granted by this chapter shall be exercised in the
20	manner provided by the Vermont Administrative Procedure Act.

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1	(b) Rules adopted under this chapter shall be consistent with the purposes of
2	this chapter and within the intent of the Legislature.
3	(c) Rules adopted under this chapter concerning administrative procedures,
4	such as rules of evidence during hearings, shall be in accordance with due
5	process of law.
6	(d) The power under this chapter to establish fees by rule shall be construed
7	to authorize only fees which are approximately sufficient to cover the costs
8	associated with the program or part of the program intended to be financed by
9	the fee.
10	Subchapter 3. Conservation of Oil and Gas
11	§ 521. WASTE PROHIBITED
12	(a) The waste of oil and gas is prohibited.
13	(b) The Board shall limit the rate at which oil and gas may be produced
14	from any field or reservoir to the most efficient rate consistent with
15	economically feasible recovery as determined by the Board from available
16	technical information. However, controlled well performance tests to
17	determine maximum potential or maximum productivity may be performed
18	periodically, when authorized by the Board.
19	(c) The Board shall allocate the allowable production among the several
20	wells or producing properties in a field or reservoir so that each owner will
21	have a reasonable opportunity to produce or receive his or her just and

1	equitable share of production. However, no allocation made by the Board shall
2	be inconsistent with the prevention of waste.
3	§ 522. DRILLING UNITS
4	(a) The Board shall regulate the spacing and location of oil and gas wells by
5	the establishment of drilling units whenever reasonably necessary to prevent
6	waste and protect correlative rights.
7	(b) The Board may establish an exploratory unit whenever a well is to be
8	drilled to test for the occurrence of a reservoir. The order establishing the
9	exploratory drilling unit shall specify the size and shape of the exploratory
10	unit.
11	(1) To the extent that available geological and engineering information
12	permit such a determination to be made, the exploratory unit shall be no
13	smaller than the area expected to be drained by the exploratory well and shall
14	be no larger than the expected total area of the reservoir.
15	(2) If insufficient information is available, the Board may establish a
16	temporary unit to ensure orderly development of the reservoir pending the
17	availability of additional information.
18	(c) The Board may establish the size and shape of development drilling
19	units in known reservoirs based upon available geological and engineering
20	data.

(1) The size of a development drilling unit shall be the area that can be efficiently and economically drained by one well. If insufficient information is available to permit such a determination to be made, the Board may establish a temporary development unit pending the availability of the necessary information. In order that all owners are accorded substantially equal treatment, development units shall be of approximately uniform size if consistent with available geological and engineering information.

- (2) A well shall be located on a development drilling unit in accordance with a reasonably uniform field-wide spacing pattern, except for wells drilled or being drilled at the time a notice of hearing was issued. If the Board finds that a well drilled in a uniform spacing pattern would not be likely to produce in economic quantities, or that surface conditions would substantially add to the burden or hazard of drilling the well, or for other good cause, the well may be drilled at another location.
- (3) An order establishing development drilling units for a reservoir shall cover all lands believed to be underlain by that reservoir, and may be modified by the Board from time to time based on additional geological and engineering information. The Board may grant exceptions to the size and shape of any development unit or units, or may change the size or shape of any development unit or units, or may permit the drilling of additional wells if

such actions are reasonably necessary to prevent waste or protect correlative
rights.

(4) After the date of the notice of hearing called to establish development units in a reservoir, unless expressly authorized by the Board, no well shall be commenced into that reservoir until an order establishing development drilling units has been adopted.

§ 523. POOLING

(a) When two or more separately owned tracts are embraced within an exploratory or development drilling unit, or when there are separately owned interests in all or part of a unit, the persons owning such tracts or interests may pool their tracts or interests. In the absence of voluntary pooling and upon application by any person owning a tract or interest within an exploratory or development drilling unit, the Board may enter an order pooling all tracts and interests within the unit.

(b) All operations, including the commencement, drilling, operation, or production of a well upon any portion of a pooled unit shall be deemed for all purposes the commencement, drilling, operation, or production of a well upon each separately owned tract or upon each separately owned interest in the unit by the several owners. That portion of the production allocated to a separately owned tract or separately owned interest included in a unit shall be deemed to have been produced from such tract or interest.

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(c) Each pooling order of the Board shall specify which owner will drill,		
complete, and operate a well on the pooled unit. All owners shall share in the		
reasonable costs of drilling, completing, and operating the well. Any owner		
whose tract or interest has been involuntarily pooled shall be permitted, at his		
or her option, to pay his or her share of costs out of production, plus a		
supervision, risk, and interest assessment not to exceed 300 percent of that		
owner's share of the costs.		
(d) Production and costs associated with a pooled unit shall be allocated		
among the owners in the same proportion each owner's acreage in the unit		
bears to the total acreage in the unit or in any other manner agreed to by the		
owners and approved by the Board.		
§ 524. ANTITRUST IMMUNITY FOR VOLUNTARY UNITS		
An agreement for the unit or cooperative development or operation of a		
field, reservoir, or part thereof, may be submitted to the Board for approval as		
being in the public interest or reasonably necessary to prevent waste or to		
protect correlative rights. For the purposes of this chapter, approval by the		
Board shall constitute a complete defense to any suit charging violation of any		
statute of the State relating to trust and monopolies on account of the		
agreement or on account of operations conducted pursuant to such agreement.		
The failure to submit such an agreement to the Board for approval shall not for		
that reason imply or constitute evidence that the agreement or operations		

1	conducted pursuant thereto are in violation of laws relating to trusts and
2	monopolies.
3	§ 525. FIELD-WIDE UNITIZATION
4	(a) In addition to the authority for the establishment of drilling units for
5	individual wells granted in section 522 of this title, the Board may establish
6	field-wide units composed of one or more reservoirs or parts thereof and
7	including one or more wells. After adequate geological, engineering, and other
8	information has been required through development of the reservoir, the
9	Board, on its own motion or upon application of any owner, shall hold a
10	hearing to consider the need for cooperative development or operation as a
11	field-wide unit.
12	(b) The Board shall enter an order providing for the unit development or
13	operation of a reservoir or part thereof if it finds that:
14	(1) such operation will increase the ultimate recovery of oil or gas; and
15	(2) the value of the estimated additional recovery of oil and gas exceeds
16	the estimated additional cost incident to conducting such operations; and
17	(3) the development or operation is reasonably necessary to prevent
18	waste.
19	(c) The order shall be upon terms and conditions that are just and
20	reasonable and shall prescribe a plan for unit operations that shall include:

1	(1) a description of the reservoir, reservoirs, or parts thereof to be
2	operated as a unit, termed the unitized area;
3	(2) a statement of the nature of the operations contemplated;
4	(3) an allocation of production and costs to the separately owned tracts
5	in the unitized area. The allocation shall be in accord with the agreement, if
6	any, of the interested parties. If there is no such agreement, production shall be
7	allocated in a manner calculated to ensure that each owner within the unitized
8	area receives his or her just and equitable share of production. Costs shall be
9	allocated on a just and reasonable basis;
10	(4) a provision, if necessary, permitting any owner who has involuntarily
11	unitized to pay his or her share of costs out of his or her share of production,
12	plus a supervision, risk, and interest assessment not to exceed 300 percent of
13	that owner's share of the costs;
14	(5) a provision for the supervision and conduct of the unit operations, in
15	respect to which each owner shall have a vote with a value corresponding to
16	the percentage of the costs of unit operations chargeable against its interest;
17	(6) the time when the unit operations shall commence and the manner in
18	which, and the circumstances under which, the unit operations shall terminate;
19	and
20	(7) such additional provisions as are found to be appropriate for carrying
21	out the unit operations.

21

1	(d) No order of the Board providing for unit operations shall become
2	effective until the plan for unit operations approved by the Board:
3	(1) has been approved in writing by the owners who, under the Board's
4	order, will be required to pay at least 60 percent of the costs of the unit
5	operation, and also by those persons who own at least 60 percent of the
6	royalties; and
7	(2) the Board has made a finding, either in the order providing for unit
8	operations or in a supplemental order, that the plan for unit operations has been
9	approved.
10	(e) If the plan for unit operations has not been approved at the time the
11	order providing for unit operations is made, the Board shall upon application
12	and notice hold supplemental hearings to determine if and when the plan for
13	unit operations has been approved. If the persons owning required percentages
14	of interest in the unitized area do not approve the plan for unit operations
15	within a period of six months from the date on which the order providing for
16	unit operations is made, or within such additional period or periods of time as
17	the Board prescribes, the order will be unenforceable and shall be withdrawn
18	by the Board.
19	(f) An order providing for unit operations may be amended by Board order
20	made in the same manner and subject to the same conditions as an original

order providing for unit operations, provided:

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1	(1) if the amendment affects only the rights and interests of the owners,
2	the approval of the amendment by the owners of interests free of cost shall not
3	be required; and
4	(2) the order of amendment shall not change the percentage established
5	in the original order for the allocation of oil and gas as established for any
6	separately owned tract, except with the consent of all persons owning oil and
7	gas rights in the tract; and
8	(3) the order of amendment shall not change the percentage established
9	in the original order for the allocation of cost as established for any separately
10	owned tract, except with the consent of all owners in the tract.
11	(g) The Board may order the unit operation of a reservoir or parts thereof
12	that include a unitized area established by a previous order of the Board. In
13	providing for the allocation of unit production, the order shall first treat the
14	unitized area previously established as a single tract. The portion of the new
15	unit production shall then be allocated among the separately owned tracts
16	included in such previously established unit area in the same proportions as
17	those specified in the previous order.
18	(h) All operations, including the commencement, drilling, or operation of a
19	well under any portion of the unit area shall be deemed for all purposes the
20	conduct of that operation upon each separately owned tract in the unit area by
21	the several owners. The portion of the unit production allocated to a separately

owned tract in a unit area shall be deemed, for all purposes, to have actually
been produced from the tract by a well drilled on it. Operations conducted
pursuant to an order of the Board providing for unit operations shall constitute
fulfillment of all the express or implied obligations of each lease or contract
covering lands in the unit area to the extent that compliance with those
obligations cannot be had because of the order of the Board.
(i) The portion of the unit production allocated to any tract, and the
proceeds from its sale, shall be the property and income of the several persons
to whom, or to whose credit, they are allocated or payable under the order
providing for unit operations.
(j) No division order or other contract relating to the sale or purchase of
production from a separately owned tract shall be terminated by the order
providing for unit operations, but shall remain in force and apply to oil and gas
allocated to that tract until terminated in accordance with the provisions of the
order.
(k) Except to the extent that the parties affected so agree, no order
providing for unit operations shall be construed to result in a transfer of all or
any part of the title of any person to the oil and gas rights in any tract in the
unit area. All property, whether real or personal, that may be acquired in the
conduct of unit operations shall be acquired for the account of the owners

1	within the unit area, and shall be the property of those owners in the
2	proportion that the expenses of unit operations are charged.
3	§ 526. RATABLE TAKES REQUIRED
4	(a) Oil or gas produced in this State shall be purchased and taken without
5	discrimination between producers in the same reservoir. After notice and
6	hearing, the Board may relieve any person of his or her duty to purchase and
7	take oil or gas produced in this State without discrimination, if the oil and gas
8	is of inferior quality or for other good cause.
9	(b) The provisions of this section do not apply:
10	(1) to any wells or reservoirs used for storage and withdrawal from
11	storage of oil or gas originally produced in compliance with this chapter and
12	the rules of the Board;
13	(2) to purchases of gas produced from oil wells; or
14	(3) to any other purchases or production to which the Board finds, after
15	notice and hearing, the application of this section would be unjust or
16	unreasonable.
17	Subchapter 4. State Oil and Gas Leases
18	§ 531. MANAGEMENT OF STATE OIL AND GAS RESOURCES
19	(a) The management of State oil and gas resources shall be undertaken to
20	accomplish the following goals:

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1	(1) provide for the timely leasing, exploration, discovery, assessment,
2	and development of oil and gas resources which may be found on State lands;
3	(2) provide the State and its citizens an adequate economic return on
4	State oil and gas resources if discovered in commercially valuable quantities;
5	(3) encourage competition among oil and gas developers by the use of
6	appropriate competitive bidding and leasing procedures in the granting of
7	exploration and development rights;
8	(4) provide for a program of development that will facilitate sound
9	planning by both developers and all levels of government;
10	(5) give due consideration to the protection of the State's diverse natural,
11	cultural, and social resources.
12	(b) Each State land manager shall be responsible for management of the
13	leasing, exploration, and development of the oil and gas resources found on
14	State lands under the manager's primary jurisdiction.
15	(c) Each State land manager shall adopt a written statement of objectives,
16	policies, procedures, and a program to guide the development of the State's oil
17	and gas resources. Biennially, each State land manager and the Board shall
18	prepare and submit to the General Assembly a proposed four-year oil and gas
19	leasing and management program and a report on all leasing and management
20	activities undertaken during the preceding two years. The provisions of 2
21	V.S.A. § 20(d) (expiration of required reports) shall not apply to the report to

1	be made under this subsection. Managers may elect to collaborate on a joint
2	program of planning, leasing, and reporting to fulfill the requirements of this
3	section.
4	§ 532. STATE OIL AND GAS LEASES AUTHORIZED
5	(a) State land managers may execute oil and gas leases and other related
6	contracts for lands under their jurisdiction. The leases and contracts shall be
7	upon terms and conditions which the manager finds most beneficial to the
8	interests of the State.
9	(b) When a State land manager proposes to lease State lands for oil and gas
10	purposes, he or she shall notify the Board and forward a copy of the proposed
11	lease. The Board shall review and comment on the terms of the proposed lease
12	and shall specify additional terms and conditions necessary or advisable to
13	accomplish the purposes of this chapter.
14	(c) Each State land manager shall require, as a condition to the issuance of
15	any oil and gas lease that the lessee make available to the Board all exploration
16	and production information, logs, and records resulting from operations under
17	the lease. Such information shall be held confidential; provided, however, that
18	the State Geologist shall have access to this information.
19	(d) State oil and gas leases may be assigned only with the written consent
20	and approval of the State land manager having jurisdiction.

1	(e) All proceeds from State leases or other related contracts shall be paid
2	into the General Fund.
3	§ 533. NOTICE OF INTENTION TO LEASE STATE LANDS
4	(a) At least 30 days before he or she intends to lease State lands, the State
5	land manager shall give public notice of his or her intention by commencing
6	publication in two newspapers of general circulation, one in Montpelier and
7	one where the lands or the greater portion thereof are situated.
8	(b) Publication shall be made in newspapers of record approved by the
9	Secretary of State.
10	(1) If the notice is published in a daily newspaper there shall be at least
11	five days from the first to the last day of publication, both days included; and
12	if a weekly newspaper, the notice shall appear on at least two different days of
13	publication.
14	(2) In addition to the publication required by subdivision (1) of this
15	subsection, the notice shall be published on a weekly basis in selected
16	newspapers in the State as determined by the Secretary of State.
17	(c) The notice shall include a description of the State lands, either as a tract
18	or by parcels, and a statement that the terms and conditions of the offered lease

may be obtained at a designated office of the Board.

1	§ 534. GAS PRODUCED FROM STATE LANDS
2	(a) All State oil and gas leases shall provide that the Board may require the
3	lessee to dedicate all the natural gas produced from State lands for the use and
4	benefit of the people of the State.
5	(b) If the Board determines that it would benefit the people of the State to
6	so dedicate the natural gas, the Board may arrange for the sale of natural gas
7	for the use of the people of the State, or arrange for the exchange of the natural
8	gas produced with producers of natural gas from other lands if the exchange
9	will benefit the people of the State.
10	(c) If the Board determines the dedication would not be in the public
11	interest, or would cause waste, or would unreasonably deny the lessee the
12	opportunity to economically market the natural gas, it may waive dedication.
13	§ 535. STATE RESERVATION OF OIL, GAS, AND MINERALS
14	Each agricultural, timber, or other lease of any surface interest in state
15	lands, and each mineral lease not for oil and gas purposes, shall reserve to the
16	State all oil, gas, and other minerals not intended to be leased, and the right to
17	drill and operate oil and gas wells on the premises and the easement, use, and
18	right of way to enter upon and fully enjoy the rights reserved in this section.
19	Subchapter 5. Permits, Reports, and Notices
20	§ 541. DRILLING PERMITS

1	(a) No person shall commence drilling a well for oil or gas exploration,
2	development, production, or related purposes without a permit issued by the
3	Board.
4	(b) An application for a permit shall be filed with the Board in the manner
5	and form prescribed by rule, and shall include at least the following:
6	(1) the applicant's name, address, address of each applicant's offices
7	within the State and, where the applicant is not a natural person, the form,
8	date, and place of formation of the applicant;
9	(2) a plat prepared by a competent engineer or certified professional
10	surveyor showing the county, town, and tract of land on which the proposed
11	well is to be located and an exact location of the well site established in
12	accordance with the Vermont coordinate system;
13	(3) the proposed angle, direction, and depth of the well if the well is to
14	be substantially deviated from a vertical course;
15	(4) a fee, based on the depth to be drilled, as prescribed by rule of the
16	Board;
17	(5) a permit under 10 V.S.A. chapter 151 (Act 250). In the case of an
18	application for a permit to drill on lands leased from the State, the State land
19	manager shall be a co-applicant with the lessee for the permit; provided,
20	however, that the Board shall be considered a party for purposes of any
21	hearing or appeal.

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1 (c) The Board may conduct investigations it considers necessary to verify 2 information contained in the application. The applicant shall grant the Board, 3 its employees, and agents permission to enter upon the site for this purpose. 4 (d) Within 30 days of the granting of a drilling permit by the Board, the 5 permit shall be filed by the applicant for recording in the land records of the 6 town in which the proposed well is to be located. Failure to comply with this 7 section shall be cause for revocation of a drilling permit. 8 (e) Drilling permits shall expire one year after issuance unless drilling 9 operations are commenced within such time and prosecuted with due 10 diligence. At least 15 days prior to the commencement of drilling operations, 11 every person granted permission to drill a well pursuant to this section shall 12 give written notice by certified mail to the Board, local agencies, and the 13 surface landowner affected. 14 § 542. DRILLING REPORTS 15 It shall be the duty of the well operator to keep a geologic log prepared by a 16 competent petroleum geologist showing the character, thickness, and depth of 17 the formations encountered in the drilling of a well and the depths at which all 18 oil, gas, water, or other substances are encountered. The log shall show 19 whether the well is productive of oil, gas, water, or other substances, the 20 quantities thereof, and the initial pressure and production measured over a

period of at least 48 hours. A copy of the well log shall be furnished to the

1	Board within 30 days of the completion of the well. Such reports shall be held
2	confidential; provided, however, that the State Geologist shall have access to
3	this information.
4	§ 543. REPORTS OF OIL AND GAS OPERATIONS
5	(a) The owner, lessee, agent, employee, or other person in charge of any oil
6	and gas well within the State shall forward to the Board, in the manner and
7	form prescribed by the rules of the Board, a report showing the character of
8	the well, method of operation, and total production for the preceding calendar
9	year. Such reports shall be held confidential.
10	(b) The Board may conduct investigations it considers necessary to verify
11	compliance with this section. The operator shall grant the Board, its
12	employees, and agents permission to enter upon the site for this purpose.
13	(c) Statistical bulletins based on these reports shall be compiled by the
14	Board to show, for the State as a whole, and separately for each town, the
15	totals of oil and gas produced, provided that, in order not to disclose the
16	production of any one operator, no production figure shall be published that
17	represents the production of less than three operators. If necessary to maintain
18	confidentiality, production figures for two or more towns shall be combined.
19	§ 544. ABANDONMENT OF WELLS
20	(a) Prior to the abandonment of any well drilled under a permit issued by
21	the Board, it shall be the duty of the owner or operator of the well to plug it so

1	as to completely shut off and prevent the escape of all oil, gas, salt water, or
2	other substances that might pollute ground or surface waters.
3	(b) The operator of the well shall notify the Board in writing of his or her
4	intention to plug and abandon, identifying the well and fixing the time when
5	the work of plugging the well will be commenced so that a representative of
6	the Board may be present.
7	(c) When plugging and restoration and reclamation of the drill site have
8	been completed, a certificate of abandonment shall be filed in a form and
9	manner prescribed by the Board.
10	(d) If a person fails to produce and sell, or to produce for his or her own
11	purposes, oil or gas from a completed well for a period of more than 24
12	months, there shall be a rebuttable presumption that the person intends to
13	abandon the well and any well equipment situated on the premises. However,
14	this presumption shall not arise:
15	(1) concerning leases for gas storage purposes; or
16	(2) where any shut-in royalty, flat rate well rental, delay rental, or other
17	similar payment designed to keep an oil and gas lease in effect or to extend it
18	term has been paid or tendered; or
19	(3) where the failure to produce and sell is the result of any act of
20	neglect of a third party beyond the control of the owner or operator of the
21	well; or

1	(4) when a delay in excess of 24 months occurs because of any inability
2	to sell, deliver, or otherwise tender any oil or gas product.
3	§ 545. CONVEYANCE AND ACQUISITION OF OIL AND GAS
4	INTERESTS
5	(a) An oil and gas interest shall be deemed to mean the interest that is
6	created by an instrument transferring, either by grant, reservation, assignment,
7	or otherwise, an interest of any kind in oil and gas, and other minerals if
8	included in an interest in oil and gas.
9	(b) An instrument transferring an interest in oil and gas, as described in
10	subsection (a) of this section, shall identify the type of interest transferred in
11	bold face type at the top of the instrument. For example:
12	(1) LEASE- OIL AND GAS ONLY;
13	(2) LEASE- OIL, GAS, AND OTHER MINERALS;
14	(3) DEED- OIL AND GAS ONLY;
15	(4) DEED- OIL, GAS, AND OTHER MINERALS.
16	(c) The owner or operator of any well shall notify the Board and all royalty
17	owners within 30 days of the sale, assignment, transfer, conveyance, or
18	exchange by the owner or operator of such well and the land, owned or leased,
19	upon which the well is located.
20	(d) Every person who acquires the ownership or operation of any well,
21	whether by purchase, assignment, transfer, conveyance, exchange, or otherwise

1	shall notify the Board and all royalty owners in writing within 60 days of the
2	acquisition.
3	(e) The notice required by this section shall be given in the form and
4	manner prescribed by the Board. The Board shall compile and maintain
5	current records of producing wells and their ownership and location. The State
6	Geologist shall have access to this information.
7	Subchapter 6. Violations, Enforcement, and Penalties
8	§ 551. ILLEGAL OIL, GAS, AND PRODUCT
9	(a) The production, sale, acquisition, transportation, refining, processing, or
10	handling of illegal oil, gas, or product is prohibited. However, no penalty shall
11	be imposed upon a person who sells, purchases, acquires, transports, refines,
12	processes, or handles illegal oil, gas, or product, unless that person:
13	(1) knows, or is put on notice of facts indicating that illegal oil, gas, or
14	product is involved; or
15	(2) fails to obtain a certificate of clearance with respect to such oil, gas,
16	or product if prescribed by order of the Board; or
17	(3) fails to follow any other method prescribed by an order of the Board
18	for the identification of such oil, gas, or product.
19	(b) The payment of any penalty or fine shall not operate to legalize any
20	illegal oil, gas, or product involved in the violation for which the penalty or

1	fine is imposed, or relieve a person on whom a penalty or fine is imposed from
2	liability to any other person for damages arising out of the violations.
3	§ 552. ILLEGAL OIL, GAS, OR PRODUCT DECLARED CONTRABAND
4	(a) Illegal oil, gas, and product are declared to be contraband and are
5	subject to seizure and sale. Seizure and sale shall be in addition to all other
6	remedies and penalties provided in this chapter.
7	(b) Whenever the Board believes that any oil, gas, or product is illegal, the
8	Board, acting by the Attorney General, may bring a civil action in the Superior
9	Court of the county where the oil, gas, or product is found, to seize and sell the
10	same, or the Board may include such an action in any suit brought for an
11	injunction or penalty. Any person claiming an interest in oil, gas, or product,
12	affected by such an action shall have the right to intervene as an interested
13	party.
14	(c) Any person having an interest in oil, gas, or product alleged to be illegal
15	and contesting the right of the State to seize and sell the same may obtain its
16	release prior to sale upon furnishing a bond to the court. The bond shall be:
17	(1) in an amount equal to 150 percent of the market value of the oil, gas,
18	or product to be released;
19	(2) conditioned upon either redelivery of the released commodity or
20	payment of its market value, if and when ordered by the court; and
21	(3) conditioned upon full compliance with all further orders of the court.

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1	(d) If the court finds that the oil, gas, or product is contraband, the court
2	shall order its sale by the sheriff.
3	(1) Upon such sale, title to the oil, gas, or product shall vest in the
4	purchaser free of all claims, and it shall be legal oil, gas, or product in the
5	hands of the purchaser.
6	(2) All proceeds which are derived from the sale of illegal oil, gas, or
7	product, less the costs of suit and expenses of sale, shall be paid into the
8	General Fund. (Added 1981, No. 240 (Adj. Sess.), § 2, eff. April 28, 1982.)
9	§ 553. DISCLOSURE OF CONFIDENTIAL INFORMATION PROHIBITED
10	It shall be unlawful for any member of the Board, State land manager,
11	employee, or other person performing any function on behalf of the Board or a
12	State land manager, or any governmental agency or employee utilizing
13	confidential information provided to the Board, to disclose or use such
14	information for purposes other than those authorized by the Board, except
15	upon the written consent of the person making the information available to the
16	Board.
17	§ 554. PENALTIES
18	(a) Any person who violates any provision of this chapter or the rules or
19	orders of the Board shall be fined not more than \$5,000.00 or imprisoned for
20	not more than two years, or both. In the case of a continuing violation, each

1	day's continuance may be deemed a separate offense for the purpose of the
2	fine.
3	(b) Any person who knowingly makes a false statement, representation, or
4	certification in any application, record, report, plan, or other document filed or
5	required to be maintained under this chapter or the rules, regulations, or orders
6	of the Board shall be fined not more than \$5,000.00 or be imprisoned for not
7	more than two years, or both.
8	(c) Any person who unlawfully discloses or knowingly uses for his or her
9	own purpose information made confidential under this chapter shall be fined
10	not more than \$5,000.00 or imprisoned for not more than two years, or both.
11	(d) Any person knowingly aiding or abetting any other person in the
12	violation of this chapter or any rule, or order of the Board, shall be subject to
13	the same penalties prescribed for the violation of that other person.
14	§ 555. ENFORCEMENT
15	(a) In addition to the other penalties herein provided, the Board may
16	institute any appropriate action, injunction, or other proceeding to prevent,
17	restrain, correct, or abate any violation of this chapter or of the rules,
18	regulations, or orders promulgated hereunder.
19	(b) If the Board fails to bring a suit or other action to enjoin a violation or
20	threatened violation of this chapter or any rule or order of the Board within 10
21	days after the receipt of a written request to do so by any person who is or will

1	be adversely affected by the violation, the person making the request may
2	bring suit on his or her own behalf to restrain the violation or threatened
3	violation.
4	Subchapter 7. Miscellaneous
5	§ 561. RELEASE OF OIL AND GAS LEASES
6	(a) After the expiration, cancellation, surrender, or relinquishment of an oil
7	and gas lease, upon written request of the lessor, the lessee shall file a release
8	or discharge of the lease in the land records of the town or towns where the
9	lands described in the lease are located. The filing shall be in recordable form
10	and shall include any fees.
11	(b) If any lessee, his or her personal representative, successor, or assign
12	fails or refuses to record a release for a period of 30 days after being so
13	requested, he or she shall be liable for all damages occasioned thereby,
14	including costs and reasonable attorney's fees.
15	(c) A lessor's request for release or discharge shall be in writing and
16	delivered to the lessee by personal service or registered mail at his or her last
17	known address.
18	§ 562. SUBDIVISION OF LAND SUBJECT TO AN OIL AND GAS LEASE
19	Unless the parties agree in writing to the contrary, if ownership of any land
20	subject to an oil and gas lease is thereafter subdivided into separate interests,
21	the land shall be developed and operated for oil and gas purposes as an entirety

1	and the rentals and royalties shall be divided and paid to the separate owners in
2	the proportion that the acreage or interest owned bears to the entire leased
3	acreage.
4	§ 563. ABANDONMENT OF OIL AND GAS INTERESTS;
5	PRESERVATION
6	(a) An abandoned interest in oil and gas shall revert to and merge with the
7	surface estate from which it was severed.
8	(b) An interest in oil and gas is deemed abandoned at any time that:
9	(1) it has been unused for a continuous period of 10 years after July 1,
10	1973; and
11	(2) no statement of interest under subsection (e) of this section has been
12	filed at any time within the preceding five years.
13	(c) The provisions of subsection (b) of this section shall not apply to any
14	interest in oil or gas that has been retained by the owner who originally
15	severed the mineral estate from the surface estate, notwithstanding that other
16	interests in the land, including ownership of the surface, may have been sold,
17	leased, mortgaged, or otherwise transferred.
18	(d) This section applies to all interests in oil and gas. It also applies to
19	interests in other minerals if created inclusively in the same instrument which
20	expressly creates an oil and gas interest. It does not apply to mineral interests

1	that do not expressly include an oil and gas interest or were intended to be
2	separate from an oil and gas interest.
3	(e) An interest in oil and gas is deemed used at any time in which:
4	(1) there is actual production of oil or gas, including production from
5	lands covered by a lease to which an oil and gas interest is subject, or from
6	lands pooled or unitized with such lands; or
7	(2) oil and gas operations are conducted under the terms of the
8	instrument creating the oil and gas interest; or
9	(3) payment is made of rental or royalties for the purpose of delaying the
10	use or continuing the use of the oil and gas interest; or
11	(4) payment of taxes is made on the oil and gas interest; or
12	(5) there exists a currently valid permit under 10 V.S.A. chapter 151 or a
13	currently valid drilling permit under this chapter for development of the oil
14	and gas interest.
15	(f) The owner of an interest in oil or gas may file a statement of interest in
16	the land records of any municipality in which the land affected is located. The
17	statement shall include a description of the land affected, the nature of the
18	interest claimed, the book and page of recording of the original grant of the
19	interest, and the name and address of the person claiming the interest.
20	(g) The owner of the surface estate from which an oil and gas interest was
21	severed may give notice of abandonment under this subsection. Notice shall

contain the name of the record owner of the interest, a description of the land		
and the nature of the interest, the book and page of filing of the interest, if it is		
filed, the name and address of the person giving notice, and a statement that		
the interest is presumed abandoned. The notice shall be published in a		
newspaper of general circulation in the town or towns where the land affected		
is located. If the address of the owner of the oil and gas interest is shown on		
record, a copy of the notice shall be mailed to that address by certified or		
registered mail within 10 days after the date of publication.		
(h) A copy of the notice under subsection (g) of this section, and an		
affidavit, may be filed in the land records of the municipality in which the land		
is located. The affidavit shall state that the oil or gas interest has been		
abandoned under the criteria set forth in subsection (b) of this section, and that		
notice of abandonment has been given under subsection (g). After the notice		
and affidavit have been filed, unless a court finds to the contrary, the oil and		
gas interest shall be presumed abandoned, and the interest of the surface owner		
shall be presumed for all purposes free of encumbrance from that interest.		
§ 564. SURFACE USE VALUE APPRAISAL OF AGRICULTURE AND		
FORESTLANDS		
In order to support and encourage the accomplishment of the purposes set		
forth in 32 V.S.A. § 3751, the eligibility of agricultural land and managed		
forestland for use value appraisal shall not be denied solely by the leasing or		

development of the subsurface of those lands for oil and gas exploration and
production. However, those lands shall nevertheless be required to meet the
criteria contained in 32 V.S.A. chapter 124 and the rules adopted by the
Current Use Advisory Board.
§ 565. GOVERNOR AUTHORIZED TO JOIN IN INTERSTATE COMPACT
(a) The Governor, in the name of the State, may join with the other states in
the Interstate Compact to Conserve Oil and Gas. This compact was executed in
Dallas, Texas, on February 16, 1935, has been extended, with the consent of
Congress on October 14, 1976 by Public Law 94-493, and said compact and
all extensions are now on deposit with the Department of State of the United
States.
(b) The Governor, in the name of the State, may execute agreements for the
further extension of the expiration date of that interstate compact to conserve
oil and gas and to determine if and when it shall be to the best interest of this
State to withdraw from said compact upon 60 days' notice as provided by its
terms. If he or she determines that the State shall withdraw from said compact,
he or she may give necessary notice and take any and all steps necessary and
proper to effect the withdrawal.
(c) The Governor shall be the official representative of the State in the
Compact to Conserve Oil and Gas, and shall exercise and perform for the State
all of the nowers and duties as such provided however that the assistant

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1	representative who shall act in his or her stead as the official representative of
2	the State shall be the Chair of the Board.
3	§ 566. CONSTRUCTION
4	(a) This chapter shall be liberally construed so as to effect the purposes set
5	forth in section 502 of this chapter.
6	(b) The provisions of this chapter shall supersede all local laws and
7	regulations relating to oil and gas development insofar as they may specify
8	performance standards, methods, materials, procedures, or equipment to be
9	used by a well operator.
10	(c) The provisions of this chapter shall not supersede local laws and
11	regulations that provide for:
12	(1) specific uses permitted or prohibited in land use or zoning districts;
13	(2) other matters not fully covered by State law, regulation, or rule of the
14	Board, to the extent that local regulation does not conflict or interfere with
15	State regulation. [Repealed.]
16	Subchapter 8. Hydraulic Fracturing for Oil or Gas Recovery
17	§ 571. HYDRAULIC FRACTURING; PROHIBITION
18	(a) No person may engage in hydraulic fracturing in the State.
19	(b) No person within the State may collect, store, or treat wastewater from
20	hydraulic fracturing.

1	* * * Repeal of Review Board on Retail Sales * * *
2	Sec. 136. REPEAL OF REVIEW BOARD ON RETAIL SALES
3	30 V.S.A. § 212b (Review Board on Retail Sales) is repealed.
4	* * * Prospective Repeal of Clean Energy Development Board * * *
5	Sec. 137. 30 V.S.A. § 8015 is amended to read:
6	§ 8015. VERMONT CLEAN ENERGY DEVELOPMENT FUND
7	* * *
8	(d) Expenditures authorized.
9	* * *
10	(2) If during a particular year, the Commissioner of Public Service
11	determines that there is a lack of high value projects eligible for funding, as
12	identified in the five-year plan, or as otherwise identified, the Commissioner
13	shall consult with the Clean Energy Development Board, and shall consider
14	transferring funds to the Energy Efficiency Fund established under the
15	provisions of subsection 209(d) of this title. Such a transfer may take place
16	only in response to an opportunity for a particularly cost-effective investment
17	in energy efficiency, and only as a temporary supplement to funds collected
18	under that subsection, not as replacement funding.
19	* * *

1	(e) Management of Fund.
2	(1) This Fund shall be administered by the Department of Public
3	Service to facilitate the development and implementation of clean energy
4	resources. The Department is authorized to expend monies from the Clean
5	Energy Development Fund in accordance with this section. The
6	Commissioner of the Department shall make all decisions necessary to
7	implement this section and administer the Fund except those decisions
8	committed to the Clean Energy Development Board under this subsection.
9	The Department shall ensure an open public process in the administration of
10	the Fund for the purposes established in this subchapter.
11	(2) During fiscal years after FY 2006, up to five percent of amounts
12	appropriated to the Department of Public Service from the Fund may be used
13	for administrative costs related to the Clean Energy Development Fund.
14	(3) There is created the Clean Energy Development Board, which shall
15	consist of seven persons appointed in accordance with subdivision (4) of this
16	subsection.
17	(A) The Clean Energy Development Board shall have decision-
18	making and approval authority with respect to the plans, budget, and program
19	designs described in subdivisions (7)(B)-(D) of this subsection (e). The Clean
20	Energy Development Board shall function in an advisory capacity to the

Commissioner on all other aspects of this section's implementation.

(B) During a Board member's term and for a period of one year after the member leaves the Board, the Clean Energy Development Fund shall not make any award of funds to and shall confer no financial benefit on a company or corporation of which the member is an employee, officer, partner, proprietor, or Board member or of which the member owns more than 10 percent of the outstanding voting securities. This prohibition shall not apply to a financial benefit that is available to any person and is not awarded on a competitive basis or offered only to a limited number of persons.

(4) The Commissioner of Public Service shall appoint three members of

the Clean Energy Development Board, and the Chairs of the House Committee on Energy and Technology and the Senate Committee on Natural Resources and Energy each shall appoint two members of the Clean Energy Development Board. The terms of the members of the Clean Energy Development Board shall be four years, except that when appointments to this Board are made for the first time after May 25, 2011, each appointing authority shall appoint one member for a two-year term and the remaining members for four-year terms. When a vacancy occurs in the Board during the term of a member, the authority who appointed that member shall appoint a new member for the balance of the departing member's term.

1	(5) Except for those members of the Clean Energy Development Board
2	otherwise regularly employed by the State, the compensation of the members
3	shall be the same as that provided by 32 V.S.A. § 1010(a).
4	(6) In performing its duties, the Clean Energy Development Board may
5	utilize the legal and technical resources of the Department of Public Service.
6	The Department of Public Service shall provide the Clean Energy
7	Development Board with administrative services.
8	(7)(3) The Department shall perform each of the following:
9	(A) On or before January 15 of each year, provide to the Senate
10	Committees on Finance and on Natural Resources and Energy and the House
11	Committees on Commerce and Economic Development and on Energy and
12	Technology a report for the fiscal year ending the preceding June 30 detailing
13	the activities undertaken, the revenues collected, and the expenditures made
14	under this subchapter. The provisions of 2 V.S.A. § 20(d) (expiration of
15	required reports) shall not apply to the report to be made under this
16	subdivision.
17	(B) Develop, and submit to the Clean Energy Development Board for
18	review and approval, a five-year strategic plan and an annual program plan,
19	both of which shall be developed with input from a public stakeholder process

and shall be consistent with State energy planning principles.

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(C) Develop, and submit to the Clean Energy Development Board for review and approval, an annual operating budget.

(D) Develop, and submit to the Clean Energy Development Board for review and approval, proposed program designs to facilitate clean energy market and project development (including use of financial assistance, investments, competitive solicitations, technical assistance, and other incentive programs and strategies). Prior to any approval of a new program or of a substantial modification to a previously approved program of the Clean Energy Development Fund, the Department of Public Service shall publish online the proposed program or modification, shall provide an opportunity for public comment of no less than 30 days, and shall provide to the Clean Energy Development Board copies of all comments received on the proposed program or modification. In For the purposes of this subdivision (D), "substantial modification" shall include includes a change to a program's application criteria or application deadlines and shall include includes any change to a program if advance knowledge of the change could unfairly benefit one applicant over another applicant. For the purpose of 3 V.S.A. § 831(c) (,initiating rulemaking on request), a new program or substantial modification of a previously approved program shall be treated as if it were an existing practice or procedure.

1	(8)(4) At least annually, the Clean Energy Development Board and the
2	Commissioner or designee jointly shall hold a public meeting to review and
3	discuss the status of the Fund; Fund projects; the performance of the Fund
4	Manager; any reports, information, or inquiries submitted by the Fund
5	manager or the public; and any additional matters they deem necessary to
6	fulfill their the Commissioner's obligations under this section.
7	(f) Clean Energy Development Fund Manager. The Clean Energy
8	Development Fund shall have a Fund Manager who shall be an employee of
9	the Department of Public Service.
10	(g) Bonds. The Commissioner of Public Service, in consultation with the
11	Clean Energy Development Board, may explore use of the Fund to establish
12	one or more loan-loss reserve funds to back issuance of bonds by the State
13	Treasurer otherwise authorized by law, including Clean Renewable Energy
14	Bonds, that support the purposes of the Fund.
15	(h) ARRA funds. All American Recovery and Reinvestment Act (ARRA
16	funds described in section 8016 of this title shall be disbursed, administered,
17	and accounted for in a manner that ensures rapid deployment of the funds and
18	is consistent with all applicable requirements of ARRA, including
19	requirements for administration of funds received and for timeliness, energy
20	savings, matching, transparency, and accountability. These funds shall be

expended for the following categories listed in this subsection, provided that

- no single project directly or indirectly receives a grant in more than one of these categories. After consultation with the Clean Energy Development

 Board, the The Commissioner of Public Service shall have discretion to use non-ARRA monies within the fund to support all or a portion of these categories and shall direct any ARRA monies for which non-ARRA monies have been substituted to the support of other eligible projects, programs, or activities under ARRA and this section.
- (1) The Vermont Small-scale Small Scale Renewable Energy Incentive Program currently administered by the Renewable Energy Resource Center, for use in residential and business installations. These funds may be used by the Program for all forms of renewable energy as defined by section 8002 of this title, including biomass and geothermal heating. The disbursement to this Program shall seek to promote continuous funding for as long as funds are available.
- (2) Grant and loan programs for renewable energy resources, including thermal resources such as district biomass heating that may not involve the generation of electricity.
- (3) Grants and loans to thermal energy efficiency incentive programs, community-scale renewable energy financing programs, certification and training for renewable energy workers, promotion of local biomass and geothermal heating, and an anemometer loan program.

1	(4) \$2 million for a public-serving institution efficiency and renewable
2	energy program that may include grants and loans and create a revolving loan
3	fund. In As used in this subsection, "public-serving institution" means
4	government buildings and nonprofit public and private universities, colleges,
5	and hospitals. In this program, awards shall be made through a competitive bid
6	process.
7	(5) \$2 million to the Vermont Housing and Conservation Board (VHCB)
8	to make grants and deferred loans to nonprofit organizations for weatherization
9	and renewable energy activities allowed by federal law, including assistance
10	for nonprofit owners and occupants of permanently affordable housing.
11	(6) \$2 million to the Vermont Telecommunications Authority (VTA) to
12	make grants of no more than \$10,000 per turbine for installation of small-scale
13	wind turbines and associated towers on which telecommunications equipment
14	is to be collocated and which are developed in association with the VTA.
15	[Repealed.]
16	(7) \$880,000.00 to the 11 regional planning commissions (\$80,000.00 to
17	each such commission) to conduct energy efficiency and energy conservation
18	activities that are eligible under the EECBG program.

(8) Concerning the funds authorized for use in subdivisions (4)–(7) of

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this subsection:

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- (A) To the extent permissible under ARRA, up to five percent may be spent for administration of the funds received.
- (B) In the event that the Commissioner of Public Service determines that a recipient of such funds has insufficient eligible projects, programs, or activities to fully utilize the authorized funds, then after consultation with the Clean Energy Development Board, the Commissioner shall have discretion to reallocate the balance to other eligible projects, programs, or activities under this section.
- (9) The Commissioner of Public Service is authorized, to the extent allowable under ARRA, to utilize up to 10 percent of ARRA funds received for the purpose of administration. The Commissioner shall allocate a portion of the amount utilized for administration to retain permanent, temporary, or limited service positions or contractors and the remaining portion to the oversight of specific projects receiving ARRA funding pursuant to section 6524 of this title.
- (i) Rules. The Department and the Clean Energy Development Board each may adopt rules pursuant to 3 V.S.A. chapter 25 to carry out its functions under this section and shall consult with each other either before or during the rulemaking process.

1	* * * Repeal of Vermont Telecommunications Authority * * *
2	Sec. 138. REPEAL OF VERMONT TELECOMMUNICATIONS
3	AUTHORITY
4	30 V.S.A. chapter 91 (Vermont Telecommunications Authority) is repealed.
5	* * * Repeal and Transfer of Duties of Private Activity Bond Advisory
6	Committee * * *
7	Sec. 139. 32 V.S.A. § 994 is amended to read:
8	§ 994. ADVISORY COMMITTEE RECOMMENDATION REGARDING
9	PRIVATE BOND VOLUME CAP
10	(a)(1) Creation; composition. There is created a Private Activity Bond
11	Advisory Committee, which shall consist of the following members:
12	(A) the State Treasurer or his or her designee;
13	(B) the Secretary of Administration or his or her designee;
14	(C) the Secretary of Commerce and Community Development or his
15	or her designee;
16	(D) two members who shall be representatives of the public,
17	appointed by the Governor.
18	(2) Each public representative shall serve for a two-year term beginning
19	February 1, or until his or her successor is appointed. The terms of the public
20	representatives shall be staggered so that only one member's term expires in
21	each year.

1	(3) The State Treasurer or designee shall serve as Chair of the
2	Committee.
3	(4) The Office of the State Treasurer shall provide administrative support
4	to the Committee.
5	(5) Public representatives may receive reimbursement of expenses and
6	per diem compensation pursuant to section 1010 of this title.
7	(b) Committee charge.
8	The Treasurer shall, in coordination with the Secretary of Administration,
9	the Secretary of Commerce and Community Development, and any bond
10	issuing authority of the State or instrumentality of the State that is eligible to
11	issue private activity bonds:
12	(1) The Committee shall annually survey the expected need for private
13	activity bond allocations among constituted and eligible issuing authorities
14	empowered to issue such bonds on an annual basis and provide
15	recommendations to the Emergency Board prior to its meetings;
16	(2)(A) The Committee shall develop maintain guidelines for allocation
17	of private activity bonding capacity designed to maximize the availability of
18	tax exempt tax-exempt financing among various sectors of the Vermont
19	economy with a focus on economic development, housing, education,
20	redevelopment, public works, energy, waste management, waste and recycling

collection, transportation, and other activities that the Committee determines
will benefit the citizens of Vermont- which

- (B) The guidelines should support efforts and entities that increase the number of good-paying jobs in the State, promote economic development, support affordable housing, and affordable access to postsecondary education and training, and encourage the use of Vermont's human and natural resources in endeavors that maximize Vermont's comparative economic advantages, and be flexible enough to include new and innovative uses of private activity bonds, consistent with federal regulations and the Internal Revenue Code-:
- (3) The Committee shall meet at least annually and shall hold at least one public hearing prior to submitting its recommendations to the Emergency Board. The Committee shall further submit its recommendations in an annual report of its activities to the Governor and the General Assembly.
- (4) On on or before December 1 of each year, the Committee shall make recommendations to the Emergency Board on the allocation, including any amounts reserved for contingency allocations, of the State's private activity bond ceiling for the following calendar year to and among the constituted issuing authorities empowered to issue such bonds-; and
- (5)(4) On its own initiative, as required, or at the request of the Governor or at the request of the Emergency Board, the Committee may make recommendations to the Governor or Emergency Board concerning

- 1 assignments or reallocation of any unused portion of the ceiling subsequent to
- 2 an allocation by the Emergency Board in a given year.

* * * State Ethics Commission Report on Municipal Ethics * * *
Sec. 139a. REPORT ON MUNICIPAL ETHICS

On or before January 15, 2024, the State Ethics Commission shall report to the House Committee on Government Operations and Military Affairs and the Senate Committee on Government Operations with its recommendations for creating a framework for municipal ethics in Vermont. The report shall include a summary of the issues related to creating a framework for municipal ethics in Vermont and a summary of any relevant input received by the Commission in drafting the report. The report shall include specific recommendations on how to best provide cities and towns with informational resources about basic ethics practices. In drafting the report, the Commission may consult with any person it deems necessary to conduct a full and complete analysis of the issue of municipal ethics, including the Vermont League of Cities and Towns and the Office of the Secretary of State.

- 3 *** Effective Dates ***
- 4 Sec. 140. EFFECTIVE DATES

This act shall take effect on passage, except that Sec. 117 (amending 18 V.S.A. § 4234) shall take effect on July 2, 2023 and Sec. 137 (amending

20 V.S.A. § 8015), shall take effect on June 20, 2025 and Sec. 137 (amending

30 V.S.A. § 8015) shall take effect on June 30, 2027.