

July 2018

Local Government Interim Committee
Legislative Services Division

FINAL REPORT TO THE 66TH MONTANA LEGISLATURE

**SJ 21: PRESERVING AND
IMPROVING THE FUTURE OF
VOLUNTEER FIRE AND
EMERGENCY SERVICES IN
MONTANA**

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Before the close of each legislative session, the House and Senate leadership appoint lawmakers to interim committees. The members of the Local Government Interim Committee, like most other interim committees, serve one 20-month term. Members who are reelected to the Legislature, subject to overall term limits and if appointed, may serve again on an interim committee. This information is included in order to comply with 2-15-155, MCA.

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This report is a summary of the work of the Local Government Interim Committee, as outlined in the Local Government Interim Committee’s 2017-18 work plan and Senate Joint Resolution 21 (2017). Members received additional information and public testimony on the subject, and this report is an effort to highlight key information and the processes followed by the Local Government Interim Committee in reaching its conclusions. To review additional information, including audio minutes, and exhibits, visit the Local Government Interim Committee website: www.leg.mt.gov/lgic.

Special thanks to Legislative Services Division researchers Pat Murdo and Megan Moore for their research and contributions to this report and proposed legislation. In addition thanks to the stakeholders including, but not limited to, the Montana Association of Counties, the Montana League of Cities and Towns, and Jim DeTienne, supervisor of the Department of Public Health and Human Services EMS and Trauma Systems Section, for their time and work on Senate Joint Resolution 21.

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INTRODUCTION

The preamble for [Senate Joint Resolution No. 21](#) focuses on the importance of quality emergency medical and volunteer firefighter services in Montana and attributes personnel shortages in critical areas to factors including changing demographics, employers' resistance to allowing volunteers to serve, and lack of incentives to serve. Challenges facing rural communities and the emergency medical and volunteer firefighter systems that protect them include lack of funding, recruitment and retention, training, and adequate communication and fire protection equipment.

During the 2017-2018 interim, the Local Government Interim Committee (LGIC) dedicated time on its agenda to assessing the current emergency medical care and volunteer fire protection systems in the state, understanding the statutory framework of these systems, discussing the 2017 fire season with fire chiefs and volunteer firefighters, hearing about specific challenges facing volunteer fire departments and emergency medical service providers, catching up with advancements and progress that has been made since a 2008 audit of the emergency medical services system, and reviewing work that has been completed and recommendations issued by previous legislative committees studying similar issues.

The discussion frequently turns to personnel shortages and volunteer incentives.

As has been the case with previous related studies, discussion frequently turns to personnel shortages and ways to provide incentives for people to serve in volunteer positions.

This report summarizes information provided to the committee, as well as a compilation of proposals from previous studies to provide incentives to volunteering. It also recaps discussions surrounding workers' compensation for volunteer firefighters, one component of firefighter recruitment and retention that has been before legislative committees, either in the form of a study or proposed legislation, since the 2011-2012 interim.

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FINDINGS AND RECOMMENDATIONS

At the committee's July meeting, members reviewed three bill drafts. The drafts include LCVFF1, LCVFF2, and LCVFF3.

Ultimately, the committee opted to move forward with . . .

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STAKEHOLDER AND VOLUNTEER PARTICIPATION

July 2017 Information and Discussion

Prior to their first meeting in July, committee members received several documents intended to provide background and context for the wide-ranging SJ 21 study. Advance information included the following documents.

- ❖ A [report](#) prepared in 2011 by Harold Blattie of the Montana Association of Counties that discusses the types of fire protection provided for in the Montana Code Annotated. The document's intended audience was a 2011-2012 subcommittee of the Economic Affairs Interim Committee assigned to identify means to provide workers' compensation for volunteer firefighters. The document provides statutory references for the various types of fire protection and discusses how the statutes have evolved over time. The types of fire protection covered in the report are rural fire districts, fire service areas, fire companies, and municipal fire departments, all of which are governed by the provisions of Title 7, chapter 33, of the Montana Code Annotated.
- ❖ A [report](#) provided to the Education and Local Government Committee during the 2015-2016 interim by Jim DeTienne, supervisor of the Department of Public Health and Human Services EMS and Trauma Systems Section, detailing the structure of EMS service systems in the state, numbers of providers, coverage areas and response times, training and licensing, workforce, medical oversight, regionalized care, communications, and considerations for legislative action to improve the system.
- ❖ A portion of the 2007-08 Children, Families, Health, and Human Services Committee (CFHHS) [report](#) on its interim study of EMS services. Drafting instructions for SJ 21 were to use this study as the foundation.
- ❖ An excerpt from the 2008 Fire Suppression Committee final [report](#). The FSC studied and made recommendations regarding numerous aspects of wildland fire suppression, including challenges facing volunteer fire departments.

Both CFHHS and FSC reports included proposals for providing incentives for volunteers. Descriptions of those proposals are included in this paper under the relevant heading. Testimony from the Montana Fire Alliance at the July 2017 meeting indicated that some form of assistance to volunteer fire departments to provide workers' compensation for volunteer firefighters topped that organization's list of desired outcomes from the SJ 21 study. Leonard Lundby, speaking on behalf of the Fire Alliance, estimated that of approximately 7,500 volunteer firefighters working in the state, about 2,500 do not have workers' compensation coverage. [House Bill No. 460](#), which died in the House Appropriations Committee late in the 2017 session, would have directed up to \$100,000 of the Fire Suppression Fund to this purpose.

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Types of Fire Protection-Related Entities in Montana			
Service Type	Service Type	Service Type	Service Type
<p>Paid Government Departments (Required for all cities, but cities of third class may contract or consolidate with another fire protection provider. Governed by 7-33-4101 and 7-33-4109, MCA.)</p>	<p>Paid Government Departments (Required for all cities, but cities of third class may contract or consolidate with another fire protection provider. Governed by 7-33-4101 and 7-33-4109, MCA.)</p>	<p>Paid Government Departments (Required for all cities, but cities of third class may contract or consolidate with another fire protection provider. Governed by 7-33-4101 and 7-33-4109, MCA.)</p>	<p>Paid Government Departments (Required for all cities, but cities of third class may contract or consolidate with another fire protection provider. Governed by 7-33-4101 and 7-33-4109, MCA.)</p>
<p>Paid /Volunteer Providers Mixed (with emergency medical service license)</p>	<p>Paid /Volunteer Providers Mixed (with emergency medical service license)</p>	<p>Paid /Volunteer Providers Mixed (with emergency medical service license)</p>	<p>Paid /Volunteer Providers Mixed (with emergency medical service license)</p>
<p>Rural Fire Districts 7-33-2101 and 2105, MCA (These have governing body status and may request property tax levies.)</p>	<p>Rural Fire Districts 7-33-2101 and 2105, MCA (These have governing body status and may request property tax levies.)</p>	<p>Rural Fire Districts 7-33-2101 and 2105, MCA (These have governing body status and may request property tax levies.)</p>	<p>Rural Fire Districts 7-33-2101 and 2105, MCA (These have governing body status and may request property tax levies.)</p>
<p>Volunteer Fire Departments (May be formed under Title 7, chapter 33, parts 21 through 24 or 41.)</p>	<p>Volunteer Fire Departments (May be formed under Title 7, chapter 33, parts 21 through 24 or 41.)</p>	<p>Volunteer Fire Departments (May be formed under Title 7, chapter 33, parts 21 through 24 or 41.)</p>	<p>Volunteer Fire Departments (May be formed under Title 7, chapter 33, parts 21 through 24 or 41.)</p>
<p>Fire Services Areas 7-33-2401, MCA – crated by county commissioners upon petition of at least 30 property owners in the service area and public comment. County sets rates. Service may be by</p>	<p>Fire Services Areas 7-33-2401, MCA – crated by county commissioners upon petition of</p>	<p>Fire Services Areas 7-33-2401, MCA – crated by county commissioners upon petition of at least 30 property owners in the service area and public comment. County sets</p>	<p>Fire Services Areas 7-33-2401, MCA – crated by county commissioners upon petition of at least 30 property owners in the</p>

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adjacent fire department or the service area itself.	at least 30 property owners in the service area and public comment. County sets rates. Service may be by adjacent fire department or the service area itself.	rates. Service may be by adjacent fire department or the service area itself.	service area and public comment. County sets rates. Service may be by adjacent fire department or the service area itself.
Volunteer Fire Companies 7-33-2311 , MCA (unincorporated towns – basically private entities that may be created by a group of individuals or by a fire district or by a county governing body.)	Volunteer Fire Companies 7-33-2311 , MCA (unincorporated towns – basically private entities that may be created by a group of individuals or by a fire district or by a county governing body.)	Volunteer Fire Companies 7-33-2311 , MCA (unincorporated towns – basically private entities that may be created by a group of individuals or by a fire district or by a county governing body.)	Volunteer Fire Companies 7-33-2311 , MCA (unincorporated towns – basically private entities that may be created by a group of individuals or by a fire district or by a county governing body.)
Volunteer Rural Fire Control Crew (may offer rural land (not structure) protection under 7-33-2201, MCA. County commissioners appoint rural fire chief and either provide direct fire protection for areas not under wildland fire protection or contract for wildland fire protection (7-33-2202 , MCA))	Volunteer Rural Fire Control Crew (may offer rural land (not structure) protection under 7-33-2201, MCA. County commissioners appoint rural fire chief and either provide direct fire protection for areas not under wildland fire protection or contract for wildland fire protection (7-33-2202 , MCA))	Volunteer Rural Fire Control Crew (may offer rural land (not structure) protection under 7-33-2201, MCA. County commissioners appoint rural fire chief and either provide direct fire protection for areas not under wildland fire protection or contract for wildland fire protection (7-33-2202 , MCA))	Volunteer Rural Fire Control Crew (may offer rural land (not structure) protection under 7-33-2201, MCA. County commissioners appoint rural fire chief and either provide direct fire protection for areas not under wildland fire protection or contract for wildland fire protection (7-33-2202 , MCA))

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<p>Fire Relief Associations (Authorized under Title 19, chapter 18, for incorporated city or town fire departments. Allows formation of disability and pension fund.)</p>	<p>Fire Relief Associations (Authorized under Title 19, chapter 18, for incorporated city or town fire departments. Allows formation of disability and pension fund.)</p>	<p>Fire Relief Associations (Authorized under Title 19, chapter 18, for incorporated city or town fire departments. Allows formation of disability and pension fund.)</p>	<p>Fire Relief Associations (Authorized under Title 19, chapter 18, for incorporated city or town fire departments. Allows formation of disability and pension fund.)</p>
<p>Sources: Harold Blattie, “Fire Protection in Montana”, presentation to committee July 2017, Montana League of Cities and Towns for list of cities of first and second classes, State Auditor’s Office for list of Fire Relief Associations, Department of Public Health and Human Services for links between fire departments and emergency medical services.</p>			

Others providing testimony specific to emergency medical services commented that facilitating the provision of community paramedicine similar to what [Senate Bill No. 104](#) (2017) would have accomplished would be most significant in helping emergency care providers offer necessary services to rural communities. SB 104 died in the House Human Services Committee toward the end of the 2017 session.

LGIC’s work plan, adopted at the July meeting, envisioned more detailed discussions with volunteer firefighters from fire departments of different sizes and jurisdictions and with EMS providers to learn more about their experiences and needs. In addition, the committee requested information about the Emergency Medical Service grant program administered by the Department of Transportation and an update on the recommendations offered in a 2008 Legislative Audit Division report on EMS systems.

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November 2017 Information and Discussion

The November meeting's SJ 21 agenda items included an overview of the EMS grant program administered by the Department of Transportation, an [update](#) on recommendations made in a 2008 audit of DPHHS EMS and Trauma Systems, a report on the Department of Natural Resources and Conservation's County Cooperative Program, a report on numbers of volunteer firefighters, and discussions with fire chiefs from around the state on mutual aid, interagency cooperation, the 2017 wildland fire season, and the difficulties associated with longer and more extreme fire seasons.

EMS Grant Program

Acting on a recommendation by the 2007-2008 CFHHS committee, the 2009 Legislature established a temporary EMS grant program. [House Bill No. 85](#) (2009j) provided that the highway nonrestricted account be the source of the grant funds and that \$1 million each year of the biennium be awarded in grants to volunteer emergency medical service providers for purchase of vehicles and equipment. The 2013 Legislature made the grant program permanent.

A representative of the Department of Transportation reported that over the course of the program \$9.8 million has been provided through 149 grant awards. A 10% match is required for a grant award and MDT usually receives two to three times more requests for funding that it can award. MDT believes the program is working as it was intended and that no modifications are warranted.

EMS Audit Update

Since the release of the [2008 EMS audit](#), DPHHS has improved data systems and tracking, established a care committee that meets quarterly, and developed a strategic plan, among other activities to implement audit recommendations. Jim DeTienne discussed stresses in the system and identified four areas that need attention, some of which may require statutory solutions and others that do not. Improvements are needed in the management of volunteer entities, medical direction and technical support for volunteers, education and access to training, and removing barriers to community paramedicine. Regionalization may be one way to realize improvements to the system; another would be allowing for EMS personnel to conduct nonemergency calls in the community. Mr. DeTienne said this is being done in other states and to a certain extent in the Montana communities of Cut Bank and Red Lodge, but legislation similar to SB 104 (2017) would be necessary to clarify authority and responsibilities. The next step for the committee was learning more about innovative programs in other states, as well as in Montana and exploring potential legislative solutions.

DNRC County Cooperative Program

The Department of Natural Resources and Conservation provides direct wildland fire protection on roughly 5.2 million acres, 3.5 million of which is state and private land and 1.7 million is federal land. Forty-five million acres are protected through the County Cooperative Program, an arrangement between the state and local governments in which a network of 400 fire departments throughout the state, consisting of thousands of volunteers, agree to provide initial attack resources in exchange for state-provided equipment and training.

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Mike DeGrosky, the department's Fire and Aviation Bureau chief, described the program and its important role in Montana's wildland fire protection system. The purpose of the program is to build capacity at the local level so that nearby resources can be deployed as quickly as possible. Four thousand people receive training through the program each year. According to Mr. DeGrosky, the two primary threats to continued success of the program are dwindling numbers of volunteers and increasing reluctance of employers to allow employees time off to volunteer.

When a county signs a Cooperative Fire Control Agreement with DNRC, it agrees among other things to "provide or ensure Workers' Compensation Insurance Coverage on drivers, passengers or workers using or working with any equipment loaned under this agreement." As evidenced by the estimated number of volunteer firefighters who do not have workers' compensation coverage, this does not always occur.

2017 Fire Season Review

The following recurring themes emerged as the LGIC took comment from local fire chiefs and the DNRC Central Land Office:

- [Mutual aid](#) worked well.
- Interagency cooperation worked well.
- Pre-season planning was valuable.
- Longer fire seasons are exacerbating personnel shortages—many firefighters employed by state and federal agencies are college students who have to return to school and employers of volunteers are increasingly reluctant to continue to allow employees to leave for volunteer duty.
- Lack of workers' compensation coverage is a disincentive to volunteering.
- There aren't many incentives to volunteer and numbers are dwindling as fire seasons become longer and fires become more extreme.

Fire Entities by the Numbers

The exact number of volunteer firefighters is difficult to determine. There is no central registry or required tracking and volunteer participation fluctuates significantly. Many volunteers participate in the retirement system and may be counted that way, but not all do, and some receive benefits through fire department relief associations, which are operated by local trustees.

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Mr. Lundby, representing the Montana Fire Alliance, provided what he characterized as a best guess on the numbers, increased slightly from those provided to the committee in July. Mr. Lundby also offered information on numbers of fire organizations operating in the state. All are listed below.

Volunteer Firefighters	8,000 (est.)
Volunteers with workers' compensation coverage	6,000 (est.)
Volunteers with workers' compensation coverage through Montana Municipal Interlocal Authority (MMIA)	2,000 (est.)
Volunteers with workers' compensation coverage through State Fund, Montana Association of Counties, or Victory	4,000 (est.)
Fire Service Areas	36
Rural Fire Districts	199
Volunteer Fire Companies	35
Volunteer Fire Departments	94

March 2018 Information

For its March meeting, the LGIC explored potential solutions to some of the problems highlighted at previous meetings. The committee requested three legislative proposals to review at the July meeting, as discussed in the findings and recommendations. Overviews of the three proposals are below.

The list below is a compilation of legislation that has been proposed in the last 10 years aimed at providing incentives to volunteer.

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Legislative proposals to incentivize volunteer EMT/firefighter service since 2009

Bill	Description	Committee or Member	Year	Outcome
SB 63	Provide tax credits to volunteer EMTs based on amount of service; provide tax deductions for employers who allow employees to leave work to respond to emergency calls	Children, Families, Health, and Human Services	2009 Session	Died on Senate floor
SB 64	Create special license plate for volunteer EMTs who provide service; tax credit for the plate	Children, Families, Health, and Human Services	2009 Session	Died on Senate floor
SB 99	Leave for state employee volunteer firefighters for incident response	Fire Suppression Committee	2009 Session	Died in Senate committee
SB 105	Income tax credit for volunteer firefighters and their employers	Fire Suppression Committee	2009 Session	Died in Senate committee
SB 106	Provide special license plates and tax credits for volunteer firefighters	Fire Suppression Committee	2009 Session	Died in Senate committee
SB 110	Volunteer firefighter participation in county health insurance pool	Fire Suppression Committee	2009 Session	Died in Senate committee
HB 552	Allow levies used to fund public safety volunteers' disability income insurance to be used alternatively for workers' compensation coverage; provide coverage for volunteer emergency medical service providers under certain conditions	Rep. Hale	2011 Session	Enacted
SB 54	Require workers' compensation coverage for volunteer	Economic Affairs Interim Committee	2013 Session	Died on Senate floor

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Bill	Description	Committee or Member	Year	Outcome
	firefighters funded by county permissive levy			
SB 386	Allow certain local governmental fire agencies to provide workers' compensation coverage for volunteer firefighters; revise premium and benefit provisions for volunteer firefighters and certain emergency workers	Sen. Facey	2013 Session	Enacted
LC1382	Provide cost-of-living adjustment to benefits provided in the Volunteer Firefighters Compensation Act	Rep. Lynch	2015 Session	Not introduced
HB 555	Increase allowance that may be paid to volunteer firefighters from \$300 per year to \$3,000 per year	Sen. Fitzpatrick	2015 Session	Enacted
LC416	12% of Fire Insurance Premium Tax revenue to account for cost-share assistance to fire departments to purchase workers' compensation insurance for volunteer firefighters	Sen. Cohenour	2017 Session	Not introduced
HB 460	Allow use of fire suppression funds for workers' compensation assistance for volunteer fire departments	Rep. Fitzgerald	2017 Session	Died in House committee
SB 16	Revises the base for determining if a fire relief association is soundly funded.	Sen. Jones	2017 Session	Enacted

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WORKERS' COMPENSATION FOR VOLUNTEER FIREFIGHTERS: LCVFF1

The committee requested requiring workers' compensation coverage for volunteer firefighters. In addition to requiring workers' compensation coverage for volunteer firefighters, the LGIC proposal revamps the Fire Department Relief Association, which provides a disability and pension option for those Fire Department Relief Associations created by incorporated cities and towns. The change in the Fire Department Relief Association pension and disability fund makes sense if workers' compensation becomes the de facto approach to covering disability. The proposal separates the fund into a pension account and a disability account that can be used to make workers' compensation premium payments (as well as those disability payments that were in effect prior to the effective date of the bill). The bill has an unfunded mandate component for those volunteer firefighting jurisdictions that cannot tap into the disability and pension fund. This amounts to those firefighting jurisdictions with about 2,000 members, based on data given the LGIC.

The issue of workers' compensation is not a new concept in terms of volunteer service systems. A snapshot of committee work on the subject is provided below.

2011 House Joint Resolution No. 38 requests a study of local fire protection.

2011-2012 The Economic Affairs Interim Committee establishes a subcommittee to study the workers' compensation component of the HJ 38 study. The following is from EAIC's final report:

In requesting at the EAIC's first meeting in June 2011 that the EAIC consider working on HJR 38, a study of local fire protection, firefighters, and emergency medical technicians, Harold Blattie of the Montana Association of Counties told committee members that contracts being signed by counties for use of state-loaned firefighting equipment acknowledge that the firefighters, whether volunteer or not, have workers' compensation coverage. Given the variety of firefighting volunteer units in a county, not all of them funded by government or under government control, the signed acknowledgment in the contract may have been more hopeful than realistic. If a volunteer firefighter were to be injured and not have workers' compensation coverage, then the agreement might cause problems for both the counties and the Department of Natural Resources and Conservation (DNRC), which loaned out the firefighting equipment under the agreement. DNRC was similarly concerned that volunteer firefighting companies throughout the state might not get firefighting equipment if they failed to sign the agreement because they had no workers' compensation coverage, and that could increase the difficulty of speedily responding to wildfires.

2013 As a result of its study, EAIC requests Senate Bill No. 54, which would have required workers' compensation coverage for volunteer firefighters funded by a county permissive levy for premium payments. SB 54 died on the Senate floor. Senate Bill No. 386, which passed,

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retained some of the benefit components of SB 54, but the provisions requiring coverage and a permissive levy were not included.

- 2015** Senate Joint Resolution No. 21 requests a study of local fire and emergency services.
- 2015-2016** The Education and Local Government Interim Committee conducts the assigned study, which did not result in committee-requested legislation. The committee reviews a series of background [reports and materials](#).
- 2017** A member of the ELG committee requests a bill the committee had studied and reviewed which would have directed 12% of the Fire Insurance Premium Tax to an account to provide for cost-share assistance to certain qualifying volunteer fire departments to purchase workers' compensation coverage for volunteer firefighters and would have required that coverage be provided for all volunteers. The bill fails in the 2017 Legislature.
- 2017** A bill is introduced to allow \$100,000 of the Fire Suppression Fund to be directed to an account to provide cost-share assistance to certain qualifying volunteer fire departments to purchase workers' compensation coverage. The bill fails in the 2017 Legislature.
- 2017** SJ 21 requests a study of emergency medical and volunteer firefighter systems.
- 2017-2018** The LGIC conducts the study.

REGULATING COMMUNITY PARAMEDICINE: LCVFF2

In Montana, "Community Paramedicine (CP) is the provision of healthcare using patient-centered, mobile EMS resources in the out-of-hospital environment. CP is one or more preventive or primary care services provided by EMS agencies and providers who are administratively or clinically integrated with other healthcare entities."¹

The LGIC received a [report](#) on the subject from Montana's Department of Public Health and Human Services. They agreed to move forward with a request for bill drafts to review in July that incorporate the concept of community paramedicine as proposed in SB 104 from the 2017 session and, if necessary, a bill that addresses definitional code cleanup.

The redrafted version of SB 104, nicknamed LCVFF2, used as a starting point SB 104 as it would have been amended by the Department of Labor and Industry to reflect the approach with which the Board of Medical Examiners was comfortable. As drafted, LCVFF2 retains all the definitional revisions in order to make clear that regardless of where the emergency care provider was operating—whether as a paramedic in a paid

¹ <https://dphhs.mt.gov/publichealth/EMSTS/chems/chemsterms>

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service or as an advanced emergency medical technician in a fire department, the terminology referred to broad group of individuals licensed by the Board of Medical Examiners to provide emergency care. The bill then included the changes that would allow—but not require--emergency medical services to provide community paramedicine as defined in rule by the Board of Medical Examiners.

A separate bill draft is available to allow discussion of whether insurers must pay for community paramedicine or are allowed to pay for community paramedicine. The same direction or option could be made available for those covered by Medicaid.

FIREWORKS TAX: LCVFF3

During the interim, LGIC members requested information about fireworks taxes as a potential funding source for workers' compensation for volunteer firefighters, as well as other needs that may arise in schools and communities as a result of extreme wildland fire seasons.

Information was collected regarding states that impose a fireworks tax or fee that creates revenue in addition to the sales tax revenue realized from the sale of fireworks. Some states that had long banned the sale or use of fireworks have recently legalized those activities as a means of raising additional revenue through the state sales tax. With one exception, only those that impose or have in the past imposed a separate tax or fee are included in the table below.

	Fireworks tax or fee %	Year enacted	State sales tax %	Revenue	Use of Revenue
<i>Indiana</i>	6% Public Safety Fee	2006	7%	\$2.8 million (2017)	Regional public safety training for firefighters and other public safety workers
<i>Michigan</i>	6% Safety Fee	2011	6%	\$2.9 million (2017)	Firefighter Training
<i>Georgia</i>	5% Fireworks Excise Tax	2015	4%	\$1.24 million (2017)	Trauma care (55%), firefighter training and equipment (40%), and local government public safety programs (5%)

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<i>Pennsylvania</i>	12% Fireworks Safety Fee	2017	6%	\$7.8 million (Estimated 2018)	One-sixth of the total revenue divided between an Emergency Medical Services Grant Program (75%) and volunteer firefighter training programs (25%)
<i>West Virginia</i>	12% Fireworks Safety Fee	2016	6%	\$755,000 (Half 2016)	75% to Veterans' Facility Support Fund; 25% to Fire Protection Fund intended to provide additional revenue to volunteer and part- volunteer fire departments. For a 7-year period, beginning in 2013, excess revenue deposited in the fund is directed to a Volunteer Firefighter Workers' Compensation Premium Subsidy Fund
<i>Texas</i>	2% Fireworks Tax (repealed 2015)	2001	6.25%	\$2.93 million (2014)	Rural Volunteer Firefighter Department Insurance Program to provide reimbursement grants to volunteer firefighters to obtain workers' compensation, death, disability insurance

The states of Indiana, Michigan, Georgia, Pennsylvania, and West Virginia impose a fireworks tax or fee. Texas repealed its tax in 2015, but Texas information is included for comparison purposes. South Dakota does not impose a separate fee or tax but the state's Department of Revenue has compiled information on fireworks sales and the 4% state sales tax collected on those sales, which may also be useful for comparison purposes.

The LGIC draft reviewed at the July meeting provides for a 5% tax on fireworks sold by a fireworks wholesaler. Revenue from the tax is designated for assisting local fire agencies with purchasing workers' compensation coverage for volunteer firefighters, grants for emergency medical and trauma services, grants for emergency medical service providers, the enhancement of emergency services distance learning, and fire management training.

CONCLUSION

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APPENDIX

Medical Service Providers, Licensees, Ambulance and Fire Departments Licensed for Emergency Medical Services and Fire Department Relief Associations in 2017. (Attached)

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