By: Representative Bowles

To: Judiciary A;
Appropriations

HOUSE BILL NO. 368

AN ACT TO CREATE A NEW SECTION TO BE CODIFIED AS SECTION 25-43-20, MISSISSIPPI CODE OF 1972, TO CREATE A JOINT STANDING 3 LEGISLATIVE COMMITTEE TO BE KNOWN AS THE JOINT COMMITTEE ON ADMINISTRATIVE REGULATION REVIEW, WHICH SHALL REVIEW ALL AGENCY RULES PROPOSED AFTER JUNE 30, 1999; TO PROVIDE FOR THE MEMBERSHIP, 5 APPOINTMENT AND MEETINGS OF THE COMMITTEE; TO REQUIRE EACH AGENCY 6 PROPOSING THE ADOPTION OF ANY RULE AFTER JUNE 30, 1999, TO GIVE NOTICE TO THE CHAIRMAN OF THE COMMITTEE AT LEAST 30 DAYS BEFORE 7 8 9 THE AGENCY'S INTENDED ACTION; TO AUTHORIZE THE COMMITTEE TO HOLD PUBLIC HEARINGS ON ANY PROPOSED RULE; TO PROVIDE THAT THE 10 COMMITTEE SHALL NOTIFY THE AGENCY PROPOSING THE ADOPTION OF A RULE 11 IF IT OBJECTS TO THE PROPOSED RULE OR ANY PART THEREOF, AND SHALL 12 PROVIDE THE AGENCY WITH THE REASONS FOR ITS OBJECTIONS; TO PROVIDE 13 14 THAT THE COMMITTEE MAY MAKE RECOMMENDATIONS TO THE AGENCY FOR 15 SUGGESTED CHANGES TO BE MADE TO ANY PROPOSED RULE; TO PROVIDE THAT 16 IF THE AGENCY DOES NOT MAKE ANY OF THE SUGGESTED CHANGES TO THE 17 PROPOSED RULE, THE PROPOSED RULE SHALL TAKE EFFECT 30 DAYS AFTER 18 THE COMMITTEE HAS CONCLUDED ITS MEETINGS TO REVIEW THE PROPOSED RULE; TO PROVIDE THAT IF THE AGENCY MAKES ANY OF THE SUGGESTED 19 CHANGES TO THE PROPOSED RULE, THE PROPOSED RULE SHALL TAKE EFFECT 30 DAYS AFTER THE AGENCY HAS FILED A COPY OF THE REVISED PROPOSED 20 21 RULE WITH THE OFFICE OF THE SECRETARY OF STATE; TO AMEND SECTIONS 2.2 25-43-7 AND 25-43-9, MISSISSIPPI CODE OF 1972, IN CONFORMITY WITH 23 THE PRECEDING PROVISIONS; AND FOR RELATED PURPOSES. 24 25 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. The following shall be codified as Section 26 27 25-43-20, Mississippi Code of 1972: <u>25-43-20.</u> (1) There shall be a joint standing legislative 28 committee to be known as the Joint Committee on Administrative 29 30 Regulation Review, which shall review all agency rules proposed after June 30, 1999. The committee shall consist of ten (10) 31 32 members: five (5) members of the House of Representatives, one (1) 33 from each congressional district, to be appointed by the Speaker 34 of the House, and five (5) members of the Senate, one (1) from 35 each congressional district, to be appointed by the Lieutenant 36 Governor. The Speaker and the Lieutenant Governor shall call an organizational meeting of the committee, and the committee shall 37

38 elect a chairman and such other officers as they deem necessary.

39 The chairmanship shall alternate for twelve-month periods between

40 a House member and a Senate member, with the first chairman being

41 a House member. All actions of the committee shall require a

42 majority vote of the members of each house present and voting. A

43 quorum of the committee shall be three (3) House members and three

44 (3) Senate members. The committee shall meet at least once each

45 month, and the chairman may call additional meetings at such time

46 as he deems necessary or advisable. The chairman may name

47 subcommittees to meet and review proposed rules and report to the

48 full committee.

(2) The committee shall review all agency rules that are 49 50 proposed to be adopted, amended or repealed after June 30, 1999. For the purposes of this section, any reference to a proposed rule 51 52 or the proposed adoption of a rule includes a proposed amendment or repeal of a rule. Any agency proposing the adoption of any 53 rule after June 30, 1999, shall give notice to the chairman of the 54 55 committee at least thirty (30) days before the agency's intended action. The agency shall furnish the committee with fifteen (15) 56 57 copies of each proposed rule. If the agency has prepared an economic impact statement regarding any proposed rule as provided 58 59 by Section 25-43-6, the agency shall furnish the committee with fifteen (15) copies of the economic impact statement along with 60 the copies of the proposed rule. Any member of the House of 61 62 Representatives or Senate who requests a copy of a proposed rule or an economic impact statement from the committee chairman shall 63 be provided a copy. The language of a proposed rule as presented 64 to the committee shall be as follows: New language added to an 65 existing rule shall be underlined, and language to be deleted from 66 67 an existing rule shall be typed and lined through. The committee,

(3) The committee shall notify the agency proposing the adoption of a rule if it objects to the proposed rule or any part thereof, and shall provide the agency with the reasons for its objections. The committee shall consider the criteria specified in subsection (4) of this section in determining whether it should object to any proposed rule. The committee may make

in its discretion, may hold public hearings on any proposed rule.

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75 recommendations to the agency for suggested changes to be made to 76 any proposed rule. After the agency has received any objections 77 and recommendations for suggested changes from the committee, the 78 agency may withdraw the proposed rule, make any of the suggested 79 changes to the proposed rule, or leave the proposed rule 80 unchanged. If the agency does not make any of the suggested changes to the proposed rule, it shall notify the committee of 81 that fact, and the proposed rule shall take effect thirty (30) 82 83 days after the committee has concluded its meetings to review the 84 proposed rule, or on such later date as required by statute or 85 specified in the proposed rule. If the agency makes any of the 86 suggested changes to the proposed rule, the proposed rule shall 87 take effect thirty (30) days after the agency has filed a copy of the revised proposed rule with the Office of the Secretary of 88 State, or on such later date as required by statute or specified 89 90 in the proposed rule. No proposed rule, except an emergency rule 91 adopted under Section 25-43-7(2), shall be effective any earlier than thirty (30) days after the committee has concluded its 92 93 meetings to review the proposed rule. Nothing is this section 94 shall be construed as giving the committee any authority to veto, 95 nullify or amend any agency rule or proposed rule. committee's authority is limited to reviewing, making objections 96

99 (4) In determining whether to object to any proposed rule, 100 the committee shall consider, at a minimum, the following 101 criteria:

to and making recommendations for suggested changes to proposed

- 102 (a) Would the absence of the rule significantly harm or 103 endanger the public health, safety, or welfare?
- 104 (b) Is there a reasonable relationship between the 105 state's police power and the protection of the public health, 106 safety, or welfare?
- 107 (c) Is there another, less restrictive method of

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- 108 regulation available that could adequately protect the public?
- 109 (d) Does the rule have the effect of directly or
- 110 indirectly increasing the costs of any goods or services involved
- 111 and, if so, to what degree?
- (e) Is the increase in cost, if any, more harmful to
- 113 the public than the harm that might result from the absence of the
- 114 rule?
- 115 (f) Are all facets of the rulemaking process designed
- 116 solely for the purpose of, and do they have as their primary
- 117 effect, the protection of the public?
- 118 (g) Any other criteria the committee may deem
- 119 appropriate.
- 120 SECTION 2. Section 25-43-7, Mississippi Code of 1972, is
- 121 amended as follows:
- 122 25-43-7. (1) Prior to the adoption, amendment or repeal of
- 123 any rule, the agency shall give at least thirty (30) days' notice
- 124 of its intended action. The notice shall include a statement of
- 125 either the terms or substance of the intended action or a
- 126 description of the subjects and issues involved, and the manner in
- 127 which interested persons may present their views thereon. The
- 128 notice shall be filed with the Office of the Secretary of State
- 129 and mailed by the agency to all persons who have made timely
- 130 request of the agency for advance notice of its rule-making
- 131 proceedings. The notice also shall be given by the agency to the
- 132 Chairman of the Joint Committee on Administrative Regulation
- 133 Review as provided in Section 25-43-20. The Secretary of State
- 134 shall furnish copies at the request of any person and shall be
- 135 reimbursed by the requesting person for the expense of providing
- 136 such service.
- 137 (2) If an agency finds that an imminent peril to the public
- 138 health, safety or welfare requires adoption of a rule upon fewer
- 139 than thirty (30) days' notice and states in writing its reasons
- 140 for that finding, it may proceed without prior notice of hearing

- 141 or upon any abbreviated notice and hearing that it finds
- 142 practicable to adopt an emergency rule. The rule may be effective
- 143 for a period of not longer than one hundred twenty (120) days,
- 144 renewable once for a period not exceeding ninety (90) days, but
- 145 the adoption of an identical rule under subsection (1) of this
- 146 section is not precluded.
- 147 (3) No rule hereafter adopted is valid unless adopted in
- 148 substantial compliance with this section. A proceeding to contest
- 149 any rule on the ground of noncompliance with the procedural
- 150 requirements of this section must be commenced within one (1) year
- 151 from the effective date of the rule.
- SECTION 3. Section 25-43-9, Mississippi Code of 1972, is
- 153 amended as follows:
- 154 25-43-9. (1) Each agency shall file in the Office of the
- 155 Secretary of State a certified copy of each rule adopted by it,
- 156 including all rules existing on January 1, 1977. The Secretary of
- 157 State shall keep a permanent register of the rules open to public
- 158 inspection.
- 159 (2) Each rule hereafter adopted is effective thirty (30)
- 160 days after the Joint Committee on Administrative Regulation Review
- 161 has concluded its meetings to review the proposed rule, or thirty
- 162 (30) days after the agency has filed a copy of the revised
- 163 proposed rule with the Office of the Secretary of State, as
- 164 provided in Section 25-43-20(3), except that:
- 165 (a) If a later date is required by statute or specified
- 166 in the rule, the later date is the effective date.
- 167 (b) Subject to applicable constitutional or statutory
- 168 provisions, an emergency rule becomes effective immediately upon
- 169 filing with the secretary of state, or at a stated date less than
- 170 thirty (30) days thereafter if the agency finds that this
- 171 effective date is necessary because of imminent peril to the
- 172 public health, safety or welfare. The agency's finding and a
- 173 brief statement of the reasons therefor shall be filed with the

- 174 rule. The agency shall take appropriate measures to make
- 175 emergency rules known to the persons who may be affected by them.
- 176 SECTION 4. This act shall take effect and be in force from
- 177 and after July 1, 1999.