By: Senator(s) Gordon

To: Judiciary, Division A

## SENATE BILL NO. 2088

AN ACT TO AMEND SECTION 28 OF CHAPTER 304, LAWS OF 2003, AND 1 SECTIONS 25-43-1.101, 25-43-1.102, 25-43-3.111, 25-43-3.112 AND 25-43-3.113, MISSISSIPPI CODE OF 1972, TO DELAY THE EFFECTIVE DATE OF THE ADMINISTRATIVE PROCEDURES ACT; AND FOR RELATED PURPOSES. 2 3 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 28 of Chapter 304, Laws of 2003, is 6 7 amended to read as follows: Section 28. Section 27 of this act shall take effect and be 8 9 in force from and after its passage. The remainder of this act 10 shall take effect and be in force from and after July 1, 2007. SECTION 2. Section 25-43-1.101, Mississippi Code of 1972, is 11 12 amended as follows:

13 25-43-1.101. (1) This chapter may be cited as the
14 "Mississippi Administrative Procedures Law."

This chapter is intended to provide a minimum procedural 15 (2)16 code for the operation of all state agencies when they take action affecting the rights and duties of the public. Nothing in this 17 chapter shall be construed as invalidating any rule or regulation 18 adopted before July 1, 2007, if such rule or regulation was 19 properly adopted in accordance with the law as it existed at the 20 21 time of adoption. Nothing in this chapter is meant to discourage agencies from adopting procedures providing greater protections to 22 23 the public or conferring additional rights upon the public; and save for express provisions of this chapter to the contrary, 24 nothing in this chapter is meant to abrogate in whole or in part 25 26 any statute prescribing procedural duties for an agency which are greater than or in addition to those provided here. This chapter 27 28 is meant to apply to all rule-making that is not specifically \*SS01/R253\* S. B. No. 2088 G1/2 05/SS01/R253 PAGE 1

29 excluded from this chapter or some portion thereof by its express 30 terms or by the express terms of another chapter.

31 The purposes of the Mississippi Administrative Procedures Law 32 to provide legislative oversight of powers and duties are: 33 delegated to administrative agencies; to increase public 34 accountability of administrative agencies; to simplify government 35 by assuring a uniform minimum procedure to which all agencies will be held in the conduct of their most important functions; to 36 increase public access to governmental information; and to 37 38 increase public participation in the formulation of administrative 39 In accomplishing its objectives, the intention of this rules. chapter is to strike a fair balance between these purposes and the 40 41 need for efficient, economical and effective government This chapter is not meant to alter the 42 administration. substantive rights of any person or agency. Its impact is limited 43 to procedural rights with the expectation that better substantive 44 45 results will be achieved in the everyday conduct of state government by improving the process by which those results are 46 47 attained.

48 (3) From and after July 1, <u>2007</u>, any reference to the
49 Mississippi Administrative Procedure Act, the Mississippi
50 Administrative Procedures Act, the Mississippi Administrative
51 Procedure Law, or the Mississippi Administrative Procedures Law,
52 being Section 25-43-1 et seq., Mississippi Code of 1972, shall be
53 deemed to mean and refer to this chapter.

54 SECTION 3. Section 25-43-1.102, Mississippi Code of 1972, is 55 amended as follows:

56 25-43-1.102. As used in this chapter, the following terms 57 shall have the meanings ascribed to them in this section unless 58 the context otherwise requires:

59 (a) "Agency" means a board, commission, department, 60 officer or other administrative unit of this state, including the 61 agency head, and one or more members of the agency head or agency S. B. No. 2088 \*SSO1/R253\* 05/SS01/R253 PAGE 2

employees directly or indirectly purporting to act on behalf or 62 63 under the authority of the agency head. The term does not include the Legislature or any of its component units, the judiciary or 64 65 any of its component units or the Governor. The term does not 66 include a political subdivision of the state or any of the 67 administrative units of a political subdivision. Furthermore, the Board of Trustees of State Institutions of Higher Learning, or any 68 college or university thereunder, shall be exempt from the 69 70 provisions of this chapter until July 1, 2007, at which time this 71 exemption shall stand repealed. To the extent it purports to 72 exercise authority subject to any provision of this chapter, an administrative unit otherwise qualifying as an "agency" must be 73 74 treated as a separate agency even if the unit is located within or 75 subordinate to another agency.

(b) "Agency head" or "head of the agency" means an individual or body of individuals in whom the ultimate legal authority of the agency is vested by any provision of law. (c) "Agency proceeding" or "proceeding" means the

80 process by which an agency considers:

81 (i) A declaratory opinion pursuant to Section82 25-43-2.103, or

83 (ii) A rule pursuant to Article III of this84 chapter.

85 (d) "Agency record" means the official rule-making86 record of an agency pursuant to Section 25-43-3.112.

87 "Declaratory opinion" means an agency opinion (e) rendered in accordance with the provisions of Section 25-43-2.103. 88 89 (f) "Order" means an agency action of particular applicability that determines the legal rights, duties, 90 privileges, immunities or other legal interests of one or more 91 92 specific persons. An order shall be in writing signed by a person 93 with authority to render the order, or if more than one (1) person 94 has such authority by at least that number of such persons as \*SS01/R253\* S. B. No. 2088 05/SS01/R253 PAGE 3

95 jointly have the authority to render the order, or by a person 96 authorized to render the order on behalf of all such persons. The 97 term does not include an executive order issued by the Governor 98 pursuant to Section 25-43-1.104, an opinion issued by the Attorney 99 General pursuant to Section 7-5-25, an opinion issued by the 100 Ethics Commission pursuant to Section 25-4-17, or a declaratory 101 opinion rendered in accordance with Section 25-43-2.103.

(g) "Person" means an individual, partnership, corporation, association, governmental subdivision or unit thereof, or public or private organization or entity of any character, and includes another agency.

(h) "Provision of law" or "law" means the whole or a part of the federal or state Constitution, or of any federal or state (i) statute, (ii) case law or common law, (iii) rule of court, (iv) executive order, or (v) rule or order of an administrative agency.

(i) "Rule" means the whole or a part of an agency regulation or other statement of general applicability that implements, interprets or prescribes:

114

(i) Law or policy, or

(ii) The organization, procedure or practice requirements of an agency. The term includes the amendment, repeal or suspension of an existing rule. "Rule" does not include:

119 1. A regulation or statement concerning only 120 the internal management of an agency which does not directly and 121 substantially affect the procedural or substantive rights or 122 duties of any segment of the public;

A regulation or statement that establishes
 criteria or guidelines to be used by the staff of an agency in
 performing audits, investigations or inspections, settling
 commercial disputes, negotiating commercial arrangements or in the

S. B. No. 2088 \*SSO1/R253\* 05/SS01/R253 PAGE 4

defense, prosecution or settlement of cases, if disclosure of the 127 128 criteria or guidelines would: 129 a. Enable law violators to avoid 130 detection; 131 b. Facilitate disregard of requirements 132 imposed by law; or 133 с. Give a clearly improper advantage to 134 persons who are in an adverse position to the state; 135 3. A regulation or statement that only establishes specific prices to be charged for particular goods or 136 137 services sold by an agency; A regulation or statement concerning only 138 4. 139 the physical servicing, maintenance or care of agency owned or 140 operated facilities or property; 141 A regulation or statement relating only to 5. 142 the use of a particular facility or property owned, operated or 143 maintained by the state or any of its subdivisions, if the 144 substance of the regulation or statement is adequately indicated by means of signs or signals to persons who use the facility or 145 146 property; 6. A regulation or statement directly related 147 148 only to inmates of a correctional or detention facility, students enrolled in an educational institution or patients admitted to a 149 hospital, if adopted by that facility, institution or hospital; 150 151 7. A form whose contents or substantive requirements are prescribed by rule or statute, and instructions 152 153 for the execution or use of the form; 154 8. An agency budget; 155 9. A compact or agreement between an agency 156 of this state and one or more agencies of another state or states; 157 or 158 10. An opinion of the Attorney General 159 pursuant to Section 7-5-25, an opinion of the Ethics Commission \*SS01/R253\* S. B. No. 2088 05/SS01/R253 PAGE 5

160 pursuant to Section 25-4-17, or an Executive Order of the 161 Governor.

162 (j) "Rule-making" means the process for formulation and 163 adoption of a rule.

164 SECTION 4. Section 25-43-3.111, Mississippi Code of 1972, is 165 amended as follows:

166 25-43-3.111. (1) A rule adopted after July 1, <u>2007</u>, is 167 invalid unless adopted in substantial compliance with the 168 provisions of Sections 25-43-3.102 through 25-43-3.110. 169 Inadvertent failure to mail a notice of proposed rule adoption to 170 any person as required by Section 25-43-3.103(2) does not 171 invalidate a rule.

172 (2) An action to contest the validity of a rule on the 173 grounds of its noncompliance with any provision of Sections 174 25-43-3.102 through 25-43-3.110 must be commenced within one (1) 175 year after the effective date of the rule.

176 SECTION 5. Section 25-43-3.112, Mississippi Code of 1972, is 177 amended as follows:

25-43-3.112. An agency shall file in the Office of the 178 179 Secretary of State each rule it adopts and all rules existing on 180 July 1, 2007, that have not previously been filed. The filing 181 must be done as soon after adoption of the rule as is practicable. 182 At the time of filing, each rule adopted after July 1, 2007, must have included in or attached to it the material set out in Section 183 184 25-43-3.109. The Secretary of State shall affix to each rule and statement a certification of the date of filing and keep a 185 186 permanent register open to public inspection of all filed rules 187 and attached material. In filing a rule, each agency shall use a standard format prescribed by the Secretary of State. 188

189 SECTION 6. Section 25-43-3.113, Mississippi Code of 1972, is 190 amended as follows:

191 25-43-3.113. (1) Except to the extent subsection (2) or (3)
192 of this section provides otherwise, each rule adopted after July
S. B. No. 2088 \*SSO1/R253\*
05/SS01/R253
PAGE 6

193 1, <u>2007</u>, becomes effective thirty (30) days after its proper 194 filing in the Office of the Secretary of State.

(2) (a) A rule becomes effective on a date later than that established by subsection (1) of this section if a later date is required by another statute or specified in the rule.

(b) A rule may become effective immediately upon its filing or on any subsequent date earlier than that established by subsection (1) of this section if the agency establishes such an effective date and finds that:

202 (i) It is required by Constitution, statute or203 court order;

204 (ii) The rule only confers a benefit or removes a205 restriction on the public or some segment thereof;

206 (iii) The rule only delays the effective date of207 another rule that is not yet effective; or

208 (iv) The earlier effective date is necessary209 because of imminent peril to the public health, safety or welfare.

(c) The finding and a brief statement of the reasons therefor required by paragraph (b) of this subsection must be made a part of the rule. In any action contesting the effective date of a rule made effective under paragraph (b) of this subsection, the burden is on the agency to justify its finding.

(d) A temporary rule may become effective immediately upon its filing or on any subsequent date earlier than that established by subsection (1) of this section.

(e) Each agency shall make a reasonable effort to make
known to persons who may be affected by it a rule made effective
before any date established by subsection (1) of this section.

(3) This section does not relieve an agency from compliance with any provision of law requiring that some or all of its rules be approved by other designated officials or bodies before they become effective.

S. B. No. 2088 \*SSO1/R253\* 05/SS01/R253 PAGE 7 225 **SECTION 7.** This act shall take effect and be in force from 226 and after its passage.