By: Representative Zuber

To: Accountability, Efficiency, Transparency

## HOUSE BILL NO. 163

1 AN ACT TO AMEND SECTIONS 25-43-3.112 AND 25-43-3.113, 2 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT NO AGENCY RULE OR 3 REGULATION THAT AFFECTS THE GENERAL PUBLIC SHALL BECOME EFFECTIVE UNTIL IT HAS BEEN APPROVED BY THE STATE AUDITOR OR HIS OR HER 5 DESIGNEE; TO PROVIDE THE MINIMUM CRITERIA FOR THE STATE AUDITOR OR HIS OR HER DESIGNEE TO USE WHEN DETERMINING WHETHER TO OBJECT TO 7 OR APPROVE ANY PROPOSED RULE; TO AMEND SECTIONS 25-43-3.108 AND 25-43-3.110, MISSISSIPPI CODE OF 1972, TO CONFORM TO THE PRECEDING 8 9 SECTIONS; AND FOR RELATED PURPOSES.

- 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 11 **SECTION 1.** Section 25-43-3.112, Mississippi Code of 1972, is
- 12 amended as follows:
- 13 25-43-3.112. An agency shall file in the Office of the
- 14 Secretary of State each rule it adopts and all rules existing on
- 15 July 1, 2005, that have not previously been filed. The filing
- 16 must be done as soon after adoption of the rule as is practicable.
- 17 At the time of filing, each rule adopted after July 1, 2005, must
- 18 have included in or attached to it the material set out in Section
- 19 25-43-3.109. The Secretary of State shall affix to each rule and
- 20 statement a certification of the date of filing and keep a
- 21 permanent register open to public inspection of all filed rules

- 22 and attached material. In filing a rule, each agency shall use a
- 23 standard format prescribed by the Secretary of State. The
- 24 Secretary of State shall file a copy of each rule filed with him,
- 25 along with his statement and certification, with the Office of the
- 26 State Auditor.
- 27 **SECTION 2.** Section 25-43-3.113, Mississippi Code of 1972, is
- 28 amended as follows:
- 29 25-43-3.113. (1) Except to the extent subsection (2) \* \* \*,
- 30 (3) or (4) of this section provides otherwise, each rule adopted
- 31 after July 1, 2005, becomes effective thirty (30) days after its
- 32 proper filing in the Office of the Secretary of State.
- 33 (2) (a) A rule becomes effective on a date later than that
- 34 established by subsection (1) of this section if a later date is
- 35 required by another statute or specified in the rule.
- 36 (b) A rule may become effective immediately upon its
- 37 filing or on any subsequent date earlier than that established by
- 38 subsection (1) of this section if the agency establishes such an
- 39 effective date and finds that:
- 40 (i) It is required by Constitution, statute or
- 41 court order;
- 42 (ii) The rule only confers a benefit or removes a
- 43 restriction on the public or some segment thereof;
- 44 (iii) The rule only delays the effective date of
- 45 another rule that is not yet effective; or

46	(iv) The earlier effective date is necessary
47	because of imminent peril to the public health, safety or welfare.
48	(c) The finding and a brief statement of the reasons
49	therefor required by paragraph (b) of this subsection must be made
50	a part of the rule. In any action contesting the effective date
51	of a rule made effective under paragraph (b) of this subsection,
52	the burden is on the agency to justify its finding.
53	(d) A temporary rule may become effective immediately
54	upon its filing or on any subsequent date earlier than that
55	established by subsection (1) of this section.
56	(e) Each agency shall make a reasonable effort to make
57	known to persons who may be affected by it a rule made effective
58	before any date established by subsection (1) of this section.
59	(3) Except as otherwise provided in subsection (2) of this
60	section, no agency rule or regulation that affects the general
61	public shall become effective until it has been approved by the
62	State Auditor or his or her designee. In determining whether to
63	object to or approve any proposed rule, the State Auditor or his
64	or her designee shall consider, at a minimum, the following
65	criteria:
66	(a) Would the absence of the rule significantly harm or

endanger the public health, safety or welfare?

(b) Is there a reasonable relationship between the

state's police power and the protection of the public health,

safety or welfare?

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71	(c) Is there another, less restrictive method of
72	regulation available that could adequately protect the public?
73	(d) Does the rule have the effect of directly or
74	indirectly increasing the costs of any goods or services involved
75	and, if so, to what degree?
76	(e) Is the increase in cost, if any, more harmful to
77	the public than the harm that might result from the absence of the
78	rule?
79	(f) Are all facets of the rulemaking process designed
80	solely for the purpose of, and do they have as their primary
81	effect, the protection of the public?
82	(g) Any other criteria the committee may deem
83	appropriate.
84	( * * $\frac{4}{4}$ ) This section does not relieve an agency from
85	compliance with any provision of law requiring that some or all of
86	its rules be approved by other designated officials or bodies
87	before they become effective.
88	SECTION 3. Section 25-43-3.108, Mississippi Code of 1972, is
89	amended as follows:
90	25-43-3.108. If an agency finds that an imminent peril to
91	the public health, safety or welfare requires adoption of a rule
92	upon fewer than twenty-five (25) days' notice and without the
93	approval of the State Auditor or his or her designee and states in
94	writing its reasons for that finding, it may proceed without prior
95	notice of hearing or upon any abbreviated notice and hearing and

- 96 without approval of the State Auditor or his or her designee that
- 97 it finds practicable to adopt an emergency rule. The rule may be
- 98 effective for a period of not longer than one hundred twenty (120)
- 99 days, renewable once for a period not exceeding ninety (90) days,
- 100 but the adoption of an identical rule under \* \* \* this Article III
- 101 is not precluded.
- 102 **SECTION 4.** Section 25-43-3.110, Mississippi Code of 1972, is
- 103 amended as follows:
- 104 25-43-3.110. Agency rule-making record.
- 105 (1) An agency shall maintain an official rule-making record
- 106 for each rule it (a) proposes or (b) adopts. The agency has the
- 107 exclusive authority to prepare and exclusive authority to certify
- 108 the record or any part thereof, including, but not limited to, any
- 109 transcript of the proceedings, and the agency's certificate shall
- 110 be accepted by the court and by any other agency. The record must
- 111 be available for public inspection.
- 112 (2) The agency rule-making record must contain:
- 113 (a) Copies of all notices of proposed rule-making or
- 114 oral proceedings or other publications in the administrative
- 115 bulletin with respect to the rule or the proceeding upon which the
- 116 rule is based;
- 117 (b) Copies of any portions of the agency's public
- 118 rule-making docket containing entries relating to the rule or the
- 119 proceeding upon which the rule is based;

120	(c) All written requests, submissions and comments
121	received by the agency and all other written materials considered
122	by the agency in connection with the formulation, proposal or
123	adoption of the rule or the proceeding upon which the rule is
124	based;

125 (d) Any official transcript of oral presentations made 126 in the proceeding upon which the rule is based or, if not 127 transcribed, any tape recording or stenographic record of those 128 presentations, and any memorandum prepared by a presiding official summarizing the contents of those presentations. 129 The word 130 "transcript" includes a written transcript, a printed transcript, 131 an audible audiotape or videotape that is indexed and annotated so 132 that it is readily accessible and any other means that the agency 133 may have by rule provided for the reliable and accessible 134 preservation of the proceeding;

- 135 (e) A copy of any economic impact statement prepared
  136 for the proceeding upon which the rule is based; \* \* \*
- (f) A copy of the rule and related information set out in Section 25-43-3.109 as filed in the Office of the Secretary of State \* \* \*; and
- (g) The approval of the State Auditor, or his or her

  designee, or, if the rule was not approved by the State Auditor

  upon first application, the reasons therefore.
- 143 (3) The agency shall have authority to engage such persons 144 and acquire such equipment as may be reasonably necessary to

145	record	and	preserve	e in	any	technically	and	praction	cably	feasibl	.е
146	manner	all	matters	and	all	proceedings	had	at any	rule-	-making	
147	proceeding.										

- 148 (4) Upon judicial review, the record required by this
  149 section constitutes the official agency rule-making record with
  150 respect to a rule. Except as otherwise required by a provision of
  151 law, the agency rule-making record need not constitute the
  152 exclusive basis for agency action on that rule or for judicial
  153 review thereof.
- SECTION 5. This act shall take effect and be in force from and after July 1, 2022.