1	SENATE FLOOR VERSION
2	February 24, 2021
3	COMMITTEE SUBSTITUTE FOR
4	SENATE BILL NO. 913 By: Daniels and Bullard of the Senate
5	and
6	Gann of the House
7	Gann of the House
8	
9	
10	An Act relating to administrative rules; amending 75 O.S. 2011, Sections 250.2, as amended by Section 1,
11	Chapter 357, O.S.L. 2013, 250.3, as amended by Section 2, Chapter 357, O.S.L. 2013, 250.4a, 250.6,
12	250.10, as amended by Section 49, Chapter 227, O.S.L. 2013, 251, as last amended by Section 215, Chapter
13	408, O.S.L. 2019, 253, as amended by Section 3, Chapter 357, O.S.L. 2013, 303, as amended by Section
14	50, Chapter 227, O.S.L. 2013, 303.1, as amended by Section 2, Chapter 252, O.S.L. 2016, 305, 307.1, 308,
15	as amended by Section 4, Chapter 357, O.S.L. 2013, Section 6, Chapter 357, O.S.L. 2013, (75 O.S. Supp.
16	2020, Sections 250.2, 250.3, 250.10, 251, 253, 303, 303.1, 308 and 308.3), which relate to the
17	Administrative Procedure Act; clarifying authority to modify certain administrative rules; adding certain
18	definitions; deleting certain rule approval procedure; providing for posting certain information
19	on a website; deleting obsolete language; modifying number of days for certain responses; providing for
20	publication on website; providing procedure for certain committee to suspend an agency emergency
21	rule; adding certain persons to receive certain information; clarifying inclusion of certain
22	information; requiring certain notarized statement; authorizing certain committee to disapprove certain
23	rules under certain circumstances; creating expedited rule repeal process; providing procedures for
24	agencies for certain request; specifying criteria for

1 qualification; requiring certain notice; allowing for comment period; providing for certain hearings and votes; prohibiting certain agency requests by certain 2 date; adding certain persons to receive certain 3 information; conforming language; modifying method for agencies to initiate rule making proceedings; creating a Joint Committee on Administrative Rules; 4 providing for membership; providing for selection of 5 co-chairs; providing for meeting schedule; stating requirement of a quorum; providing purpose of the committee; providing for voting requirements; 6 clarifying certain powers; adding entity to receive certain rules; establishing requirements for approval 7 or disapproval by Governor of agency rules; providing for recommendations of certain rules; modifying type 8 of legislative vehicle for procedure; deleting 9 certain approval procedure; updating statutory language; providing for codification; and providing an effective date. 10 11 12 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 13 SECTION 1. 75 O.S. 2011, Section 250.2, as 14 AMENDATORY 15 amended by Section 1, Chapter 357, O.S.L. 2013 (75 O.S. Supp. 2020, Section 250.2), is amended to read as follows: 16 Section 250.2. A. Article V of the Oklahoma Constitution vests 17 in the Legislature the power to make laws, and thereby to establish 18 agencies and to designate agency functions, budgets and purposes. 19 Article VI of the Oklahoma Constitution charges the Executive Branch 20 of Government with the responsibility to implement all measures 21 enacted by the Legislature. 22 In creating agencies and designating their functions and 23 Β.

24 purposes, the Legislature may delegate rulemaking authority to

SENATE FLOOR VERSION - SB913 SFLR (Bold face denotes Committee Amendments) executive branch agencies to facilitate administration of
 legislative policy. The delegation of rulemaking authority is
 intended to eliminate the necessity of establishing every
 administrative aspect of general public policy by legislation. In
 so doing, however, the Legislature reserves to itself:

6 1. The right to retract any delegation of rulemaking authority7 unless otherwise precluded by the Oklahoma Constitution;

8 2. The right to establish any aspect of general policy by
9 legislation, notwithstanding any delegation of rulemaking authority;
10 3. The right and responsibility to designate the method for
11 rule promulgation, review, repeal and modification;

The right to approve or disapprove <u>or repeal</u> any adopted
 rule by joint resolution; and

5. The right to disapprove a proposed permanent, promulgated or emergency rule at any time if the Legislature determines such rule to be an imminent harm to the health, safety or welfare of the public or the state or if the Legislature determines that a rule is not consistent with legislative intent.

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 SECTION 2.
 AMENDATORY
 75 0.S. 2011, Section 250.3, as

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 amended by Section 2, Chapter 357, O.S.L. 2013 (75 0.S. Supp. 2020,

 21
 Section 250.3), is amended to read as follows:

22 Section 250.3. As used in the Administrative Procedures Act: 23 1. "Administrative head" means an official or agency body 24 responsible pursuant to law for issuing final agency orders;

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2. "Adopted" means a proposed emergency rule which has been 1 approved by the agency but has not been approved or disapproved by 2 the Governor as provided by Section 253 of this title, or a proposed 3 permanent rule which has been approved by the agency, but has not 4 5 been approved or disapproved by the Legislature or by declaration of the Governor as provided by subsection D of Section 6 of this act; 6 7 3. "Agency" includes but is not limited to any constitutionally or statutorily created state board, bureau, commission, office, 8 9 authority, public trust in which the state is a beneficiary, or 10 interstate commission, except: 11 a. the Legislature or any branch, committee or officer 12 thereof, and b. the courts; 13 "Concurrent majority" means a majority of members on the 4. 14 Joint Committee on Administrative Rules from both the Oklahoma 15 16 Senate and the Oklahoma House of Representatives; 5. "Emergency rule" means a rule that is made pursuant to 17 Section 253 of this title; 18 5. 6. "Expedited repeal" means the procedure utilized by a 19 rule-making agency as specified in Section 9 of this act; 20 7. "Final rule" or "finally adopted rule" means a rule other 21 than an emergency rule, which has not been published pursuant to 22 Section 255 of this title but is otherwise in compliance with the 23 requirements of the Administrative Procedures Act, and is: 24

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1 approved by the Legislature pursuant to Section 6 a. 308.3 of this act title, provided that any such joint 2 resolution becomes law in accordance with Section 11 3 of Article VI of the Oklahoma Constitution, 4 5 b. approved by the Governor pursuant to subsection D of Section 6 of this act, 6 7 approved by a joint resolution pursuant to subsection c. B of Section 308 of this title, provided that any such 8 9 resolution becomes law in accordance with Section 11 of Article VI of the Oklahoma Constitution, or 10 11 d. 12 с. disapproved by a joint resolution pursuant to subsection B of Section 308 of this title or Section $\frac{6}{2}$ 13 308.3 of this act title, which has been vetoed by the 14 Governor in accordance with Section 11 of Article VI 15 of the Oklahoma Constitution and the veto has not been 16 overridden; 17 "Final agency order" means an order that includes 18 6. 8.

19 findings of fact and conclusions of law pursuant to Section 312 of 20 this title, is dispositive of an individual proceeding unless there 21 is a request for rehearing, reopening, or reconsideration pursuant 22 to Section 317 of this title and which is subject to judicial 23 review;

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1 7.9. "Hearing examiner" means a person meeting the qualifications specified by Article II of the Administrative 2 3 Procedures Act and who has been duly appointed by an agency to hold hearings and, as required, render orders or proposed orders; 4 5 8. 10. "Individual proceeding" means the formal process employed by an agency having jurisdiction by law to resolve issues 6 of law or fact between parties and which results in the exercise of 7 discretion of a judicial nature; 8

9 9. <u>11.</u> "License" includes the whole or part of any agency 10 permit, certificate, approval, registration, charter, or similar 11 form of permission required by law;

12 10. 12. "Office" means the Office of the Secretary of State; 13 11. 13. "Order" means all or part of a formal or official 14 decision made by an agency including but not limited to final agency 15 orders;

16 <u>12. 14.</u> "Party" means a person or agency named and 17 participating, or properly seeking and entitled by law to 18 participate, in an individual proceeding;

19 13. <u>15.</u> "Permanent rule" means a rule that is made pursuant to 20 Section 303 of this title;

21 <u>14.</u> <u>16.</u> "Person" means any individual, partnership, 22 corporation, association, governmental subdivision, or public or 23 private organization of any character other than an agency;

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1 <u>15.</u> "Political subdivision" means a county, city,
 2 incorporated town or school district within this state;

3 16. <u>18.</u> "Promulgated" means a finally adopted rule which has 4 been filed and published in accordance with the provisions of the 5 Administrative Procedures Act, or an emergency rule or preemptive 6 rule which has been approved by the Governor;

7 17. 19. "Rule" means any agency statement or group of related 8 statements of general applicability and future effect that 9 implements, interprets or prescribes law or policy, or describes the 10 procedure or practice requirements of the agency. The term "rule" 11 includes the amendment or revocation of an effective rule but does 12 not include:

- a. the issuance, renewal, denial, suspension or
 revocation or other sanction of an individual specific
 license,
- b. the approval, disapproval or prescription of rates.
 For purposes of this subparagraph, the term "rates"
 shall not include fees or charges fixed by an agency
 for services provided by that agency including but not
 limited to fees charged for licensing, permitting,
 inspections or publications,
- c. statements and memoranda concerning only the internal
 management of an agency and not affecting private
 rights or procedures available to the public,

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1	d. declaratory rulings issued pursuant to Section 307 of					
2	this title,					
3	e. orders by an agency, or					
4	f. press releases or "agency news releases", provided					
5	such releases are not for the purpose of interpreting,					
6	implementing or prescribing law or agency policy;					
7	$\frac{18.}{20.}$ "Rulemaking" means the process employed by an agency					
8	for the formulation of a rule; and					
9	19. 21. "Secretary" means the Secretary of State;					
10	22. "Small business" means a for-profit enterprise consisting					
11	of fifty or fewer full-time or part-time employees; and					
12	23. "Technical legal defect" means an error that would					
13	otherwise invalidate an action by a court of law.					
14	SECTION 3. AMENDATORY 75 O.S. 2011, Section 250.4a, is					
15	amended to read as follows:					
16	Section 250.4a. A. Any agency exempt from all or part of the					
17	Administrative Procedures Act pursuant to subsection A of Section					
18	250.4 of this title shall maintain and make available for public					
19	inspection its exempt rules at its principal place of business <u>and</u>					
20	on any website associated with the agency.					
21	B. It is recognized by the Oklahoma Legislature that agencies					
22	specified by subsection A of this section have published rules					
23	containing obsolete rules or internal policy statements or agency					
24	statements which do not meet the Administrative Procedures Act					

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1	definition of rules. Therefore, by December 31, 2005, each such						
2	agency shall conduct an internal review of its rules to determine						
3	whether each of its rules is current and is a rule as such term is						
4	defined by the Administrative Procedures Act. Any rule determined						
5	by an agency to be obsolete or an internal policy statement or any						
6	agency statement which does not meet the definition of a rule						
7	pursuant to the Administrative Procedures Act shall be deleted by						
8	the agency. Notice of such deletion shall be submitted to the						
9	Speaker of the House of Representatives, the President Pro Tempore						
10	of the Senate and the Governor for informational purposes.						
11	C. The provisions of this section shall not be construed to						
12	authorize any agency to amend any rule or to delete any rule which						
13	affects any private rights or procedures available to the public.						
14	SECTION 4. AMENDATORY 75 O.S. 2011, Section 250.6, is						
15	amended to read as follows:						
16	Section 250.6. A. 1. The Commission for Human Services may						
17	promulgate a preemptive rule pursuant to the provisions of this						
18	section:						
19	a. when the Commission for Human Services is required by						
20	federal law, federal rules, a state law enacted						
21	pursuant to federal law or federal rule, or order of a						
22	court of competent jurisdiction to adopt a rule, or an						
23	amendment, revision or revocation of an existing rule,						
24	and						

b. which if such rule is not immediately adopted would
 result in the imposition of a financial penalty, or a
 reduction, withholding or loss of federal funds.
 A preemptive rule must be approved by the Governor pursuant

5 to this section.

3. <u>The website of the Commission shall provide a link to the</u>
<u>website of the Secretary of State where the preemptive rules of the</u>
Commission are published.

9 <u>4.</u> The conditions specified in this subsection for the
10 promulgation of a preemptive rule shall be the only conditions
11 authorized for promulgation of such rule by the Commission for Human
12 Services.

Upon the adoption of such preemptive rule by the 13 Β. 1. Commission, the Director of the Department of Human Services shall 14 15 request the Governor to approve the rules on the basis that such rules are required to comply with a federal law, federal rule, a 16 state law enacted pursuant to federal law or rule, or order of a 17 court of competent jurisdiction and which if such rules are not 18 immediately adopted would result in a financial penalty, or a 19 reduction, withholding or loss of federal funds. 20

21 2. Upon the filing of the request for approval of a preemptive 22 rule, the Governor shall review such rule and decide as to whether 23 such rule should be approved. Prior to approval of a preemptive 24 rule, the Governor shall submit the preemptive rule to the Office of

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1 the Secretary of State for review of proper formatting unless the 2 preemptive rule has been reviewed by the Office prior to agency 3 submission to the Governor. Failure of the Governor to approve such 4 rule within twenty-eight (28) calendar days shall constitute denial 5 of the rule as a preemptive rule.

6 3. Upon approval of a preemptive rule, the Governor shall 7 immediately notify the Commission. Upon receipt of notice of the 8 approval of the preemptive rule, the Commission shall file the 9 number of copies specified by the Secretary of the approval issued 10 by the Governor and the number of copies specified by the Secretary 11 of the preemptive rule with the Office pursuant to Section 251 of 12 this title.

4. The preemptive rule shall be published in accordance with
the provisions of Section 255 of this title in "The Oklahoma
Register" following approval by the Governor. The Governor's
approval and the approved rules shall be retained as official
records by the Office of Administrative Rules.

18 5. For informational purposes only, a copy of the Governor's 19 approval and the preemptive rule shall be submitted by the 20 Commission to the Speaker of the House of Representatives and the 21 President Pro Tempore of the Senate within ten (10) days of the 22 approval of the preemptive rule by the Governor.

23 6. Upon approval by the Governor, the rule shall be considered24 promulgated and shall be in force immediately, or if a later date is

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required by statute or specified in the rule, the later date is the
 effective date.

3 C. A preemptive rule shall be considered to be a permanent rule and shall remain in full force and effect unless and until 4 5 specifically disapproved during the first thirty (30) legislative days of the next regular legislative session following promulgation 6 7 of such preemptive rule or unless an earlier expiration date is specified by the Commission. The Legislature may disapprove such 8 9 rule pursuant to Section 308 of this title. Any resolution 10 introduced for the purpose of disapproving such rule shall not be 11 subject to regular legislative cut off dates.

D. Except as otherwise provided by this section, preemptive rules shall be promulgated and published in compliance with Article I of the Administrative Procedures Act. Preemptive rules promulgated pursuant to the provisions of this section shall be exempt from the provisions of Sections 253, 303, 303.1, 303.2, 304, 308 and 308.1 of this title.

18 SECTION 5. AMENDATORY 75 O.S. 2011, Section 250.10, as 19 amended by Section 49, Chapter 227, O.S.L. 2013 (75 O.S. Supp. 2020, 20 Section 250.10), is amended to read as follows:

Section 250.10. The Governor by Executive Order or either house of the Legislature or both houses of the Legislature by resolution, or a small business, may request an agency to review its rules to determine whether or not the rules in question should be amended,

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repealed or redrafted. The agency shall respond to requests from
 the Governor or the Legislature within ninety (90) thirty (30)
 calendar days of such request. The agency shall respond to requests
 made by a small business within ninety (90) calendar days.

5 SECTION 6. AMENDATORY 75 O.S. 2011, Section 251, as last 6 amended by Section 215, Chapter 408, O.S.L. 2019 (75 O.S. Supp. 7 2020, Section 251), is amended to read as follows:

8 Section 251. A. 1. Upon the request of the Secretary, each 9 agency shall furnish to the Office a complete set of its permanent 10 rules in such form as is required by the Secretary or as otherwise 11 provided by law.

12 2. The Secretary shall promulgate rules to ensure the effective administration of the provisions of Article I of the Administrative 13 Procedures Act. The rules shall include, but are not limited to, 14 rules prescribing paper size, numbering system, and the format of 15 documents required to be filed pursuant to the provisions of the 16 Administrative Procedures Act or such other requirements as deemed 17 necessary by the Secretary to implement the provisions of the 18 Administrative Procedures Act. 19

20 <u>3. The website of each agency shall provide a link to the</u> 21 website of the Secretary of State where the rules of the agency are 22 <u>published.</u>

B. 1. Each agency shall file the number of copies specified bythe Secretary of all new rules, and all amendments, revisions or

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1 revocations of existing rules attested to by the agency, pursuant to 2 the provisions of Section 254 of this title, with the Office within 3 thirty (30) calendar days after they become finally adopted.

4 2. An agency filing rules pursuant to the provisions of this5 subsection:

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- a. shall prepare the rules in plain language which can be easily understood,
- shall not unnecessarily repeat statutory language. 8 b. 9 Whenever it is necessary to refer to statutory 10 language in order to effectively convey the meaning of a rule interpreting that language, the reference shall 11 clearly indicate the portion of the language which is 12 statutory and the portion which is the agency's 13 amplification or interpretation of that language, 14 shall indicate whether a rule is new, amends an 15 с. existing permanent rule or repeals an existing 16 permanent rule. If a rule amends an existing rule, 17 the rule shall indicate the language to be deleted 18 typed with a line through the language and language to 19 be inserted typed with the new language underscored, 20 d. shall state if the rule supersedes an existing 21 emergency rule, 22 shall include a reference to any rule requiring a new 23 e.

or revised form in a note to the rule. The Secretary

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shall insert that reference in "The Oklahoma Register" as a notation to the affected rule,

- f. shall prepare, in plain language, a statement of the gist of the rule and an analysis of new or amended rules. The analysis shall include but not be limited to a reference to any statute that the rule interprets, any related statute or any related rule, g. may include with its rules, brief notes,
- 9 illustrations, findings of facts, and references to
 10 digests of Supreme Court cases, other court decisions,
 11 or Attorney General's opinions, and other explanatory
 12 material. Such material may be included if the
 13 material is labeled or set forth in a manner which
 14 clearly distinguishes it from the rules,
- shall include other information, in such form and in 15 h. such manner as is required by the Secretary, and 16 i. may change the format of existing rules without any 17 rulemaking action by the agency in order to comply 18 with the standard provisions established by the 19 Secretary for "Code" and "The Oklahoma Register" 20 publication so long as there is no substantive change 21 to the rule. 22

C. The Secretary is authorized to determine a numbering systemand other standardized format for documents to be filed and may

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refuse to accept for publication any document that does not
 substantially conform to the promulgated rules of the Secretary.

3 D. In order to avoid unnecessary expense, an agency may use the published standards established by organizations and technical 4 5 societies of recognized national standing, other state agencies, or federal agencies by incorporating the standards or rules in its 6 7 rules or regulations by reference to the specific issue or issues of publications in which the standards are published, without 8 9 reproducing the standards in full. The standards shall be readily 10 available to the public for examination at the administrative 11 offices of the agency. In addition, a copy of such standards shall 12 be kept and maintained by the agency pursuant to the provisions of the Preservation of Essential Records Act. 13

E. The Secretary shall provide for the publication of all
Executive Orders received pursuant to the provisions of Section 664
of Title 74 of the Oklahoma Statutes.

F. The Secretary may authorize or require the filing of rules
or Executive Orders by or through electronic data or machine
readable equipment in such form and manner as is required by the
Secretary.

G. In consultation with the Adjutant General, the Secretary shall establish a method for the publication and archiving of all military publications received by the Secretary of State from the Adjutant General pursuant to the Oklahoma Uniform Code of Military

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Justice and the Oklahoma State Guard Act. Military publications shall be defined in accordance with Section 801 of Title 44 of the Oklahoma Statutes. The Secretary may also authorize or require the filing of military publications by or through electronic means in such form and manner as is required by the Secretary. This subsection shall only apply to military publications promulgated after October 1, 2019.

H. On or before October 1, 2021, the Secretary shall commence 8 9 publication of all military publications provided by the Adjutant 10 General. On a biennial basis thereafter, the Secretary shall cause 11 the military publications received in the course of the previous two 12 (2) years to be published in a printed and bound format suitable for physical archiving in sufficient numbers to satisfy the requirements 13 of the "Publications Clearinghouse" established in Section 3-113.3 14 of Title 65 of the Oklahoma Statutes. 15

16 SECTION 7. AMENDATORY 75 O.S. 2011, Section 253, as 17 amended by Section 3, Chapter 357, O.S.L. 2013 (75 O.S. Supp. 2020, 18 Section 253), is amended to read as follows:

19 Section 253. A. 1. If an agency finds that a rule is 20 necessary as an emergency measure, the rule may be promulgated 21 pursuant to the provisions of this section, if the rule is first 22 approved by the Governor. The Governor shall not approve the 23 adoption, amendment, revision or revocation of a rule as an 24 emergency measure unless the agency submits substantial evidence

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1 that the rule is necessary as an emergency measure to do any of the 2 following:

3	a. protect the public health, safety or welfare,					
4	b. comply with deadlines in amendments to an agency's					
5	governing law or federal programs,					
6	c. avoid violation of federal law or regulation or other					
7	state law,					
8	d. avoid imminent reduction to the agency's budget, or					
9	e. avoid serious prejudice to the public interest.					
10	As used in this subsection, "substantial evidence" shall mean					
11	credible evidence which is of sufficient quality and probative value					
12	to enable a person of reasonable caution to support a conclusion.					
13	2. In determining whether a rule is necessary as an emergency					
14	measure, the Governor shall consider whether the emergency situation					
15	was created due to the agency's delay or inaction and could have					
16	been averted by timely compliance with the provisions of this					
17	chapter.					
18	B. An emergency rule adopted by an agency shall:					
19	1. Be prepared in the format required by Section 251 of this					
20	title;					
21	2. a. Include an impact statement which meets the					
22	requirements set forth in subparagraph b of this					
23	paragraph unless the Governor waives the requirement					
24	in writing upon a finding that the rule impact					

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1		stat	ement or the specified contents thereof are		
2		unnecessary or contrary to the public interest.			
3	b.	The	rule impact statement shall include, but not be		
4		limi	ted to:		
5		(1)	a brief description of the proposed rule,		
6		(2)	a description of the persons who most likely will		
7			be affected by the proposed rule, including		
8			classes that will bear the costs of the proposed		
9			rule, and any information on cost impacts		
10			received by the agency from any private or public		
11			entities,		
12		(3)	a description of the classes of persons who will		
13			benefit from the proposed rule,		
14		(4)	a description of the probable economic impact of		
15			the proposed rule upon affected classes of		
16			persons or political subdivisions, including a		
17			listing of all fee changes and, whenever		
18			possible, a separate justification for each fee		
19			change,		
20		(5)	the probable costs and benefits to the agency and		
21			to any other agency of the implementation and		
22			enforcement of the proposed rule, and any		
23			anticipated effect on state revenues, including a		
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projected net loss or gain in such revenues if it can be projected by the agency,

- (6) a determination of whether implementation of the proposed rule may have an adverse economic effect on small business as provided by the Oklahoma Small Business Regulatory Flexibility Act,
- 7 (7) an explanation of the measures the agency has
 8 taken to minimize compliance costs and a
 9 determination of whether there are less costly or
 10 nonregulatory methods or less intrusive methods
 11 for achieving the purpose of the proposed rule,
- (8) a determination of the effect of the proposed
 rule on the public health, safety and environment
 and, if the proposed rule is designed to reduce
 significant risks to the public health, safety
 and environment, an explanation of the nature of
 the risk and to what extent the proposed rule
 will reduce the risk,
 - (9) a determination of any detrimental effect on the public health, safety and environment if the proposed rule is not implemented, and
 - (10) the date the rule impact statement was prepared and if modified, the date modified.
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1 c. The rule impact statement shall be prepared on or 2 before the date the emergency rule is adopted; 3 3. Be transmitted pursuant to Section 464 of Title 74 of the Oklahoma Statutes to the Governor, the Speaker of the Oklahoma House 4 5 of Representatives and, the President Pro Tempore of the Senate and the chairs of the Joint Committee on Administrative Rules, along 6 with the information required by this subsection within ten (10) 7 days after the rule is adopted; and 8 9 4. Not be invalidated on the ground that the contents of the rule impact statement are insufficient or inaccurate. 10 11 C. 1. Within forty-five (45) calendar days of receipt of a 12 proposed emergency rule filed with the Governor, the Speaker of the Oklahoma House of Representatives and, the President Pro Tempore of 13 the Senate and the chairs of the Joint Committee on Administrative 14 15 Rules, the Governor shall review the demonstration of emergency pursuant to subsection A of this section, and shall separately 16

17 review the rule in accordance with the standards prescribed in 18 paragraph 3 of this subsection.

Prior to approval of emergency rules, the Governor shall
 submit the emergency rule to the Secretary of State for review of
 proper formatting.

3. If the Governor determines the agency has established therule is necessary as an emergency measure pursuant to subsection A

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1 of this section, the Governor shall approve the proposed emergency rule if the rule is: 2

clear, concise and understandable, a. within the power of the agency to make and within the 4 b. 5 enacted legislative standards, and made in compliance with the requirements of the 6 с. Administrative Procedures Act. 7 D. 1. Within the forty-five-calendar-day period set forth in 8 9 paragraph 1 of subsection C of this section, the Governor may 10 approve the emergency rule or disapprove the emergency rule. 11 Failure of the Governor to approve an emergency rule within the 12 specified period shall constitute disapproval of the emergency rule. 2. If the Governor disapproves the adopted emergency rule, the 13 Governor shall return the entire document to the agency with reasons 14 15 for the disapproval. If the agency elects to modify the rule, the agency shall adopt the modifications, and shall file the modified 16 rule in accordance with the requirements of subsection B of this 17 section. 18

3. Upon disapproval of an emergency rule, the Governor shall, 19 within fifteen (15) days, make written notification to the Speaker 20 of the House of Representatives, the President Pro Tempore of the 21 Senate, the chairs of the Joint Committee on Administrative Rules 22 and the Office of Administrative Rules. 23

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E. 1. Upon approval of an emergency rule, the Governor shall 1 immediately make written notification to the agency, the Speaker of 2 3 the House of Representatives, the President Pro Tempore of the Senate, the chairs of the Joint Committee on Administrative Rules 4 5 and the Office of Administrative Rules. Upon receipt of the notice of the approval, the agency shall file with the Office of 6 Administrative Rules as many copies of the notice of approval and 7 the emergency rule as required by the Secretary. 8

9 2. Emergency rules shall be subject to legislative review10 pursuant to Section 308 of this title.

3. The emergency rule shall be published in accordance with the provisions of Section 255 of this title in "The Oklahoma Register" following the approval by the Governor. The Governor's approval and the approved rules shall be retained as official records by the Office of Administrative Rules.

F. 1. Upon approval by the Governor, an emergency rule shall be considered promulgated and shall be in force immediately, or on such later date as specified therein. An emergency rule shall only be applied prospectively from its effective date.

2. The Except as otherwise provided in this subsection, the
 emergency rule shall remain in full force and effect through the
 first day of the next succeeding regular session of the Legislature
 following promulgation of such emergency rule until September 14

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1 following such session, unless it is made ineffective pursuant to
2 subsection H of this section.

G. No agency shall adopt any emergency rule which establishes or increases fees, except during such times as the Legislature is in session, unless specifically mandated by the Legislature or federal legislation, or when the failure to establish or increase fees would conflict with an order issued by a court of law.

H. 1. If an emergency rule is of a continuing nature, the 8 9 agency promulgating such emergency rule shall initiate proceedings 10 for promulgation of a permanent rule pursuant to Sections 303 11 through 308.2 of this title. If an emergency rule is superseded by 12 another emergency rule prior to the enactment of a permanent rule, 13 the latter emergency rule shall retain the same expiration date as the superseded emergency rule, unless otherwise authorized by the 14 15 Legislature.

- Any promulgated emergency rule shall be made ineffective if:
 a. disapproved by the Legislature,
- b. superseded by the promulgation of permanent rules,
 c. any adopted rules based upon such emergency rules are
 subsequently disapproved pursuant to Section 308 of
 this title, or
- d. an earlier expiration date is specified by the agencyin the rules.
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- 3. a. Emergency rules in effect on the first day of the session shall be null and void on September 15
 following sine die adjournment of the Legislature unless otherwise specifically provided by the Legislature.
- b. Unless otherwise authorized by the Legislature, an
 agency shall not adopt any emergency rule, which has
 become null and void pursuant to subparagraph a of
 this paragraph, as a new emergency rule or adopt any
 emergency rules of similar scope or intent as the
 emergency rules which became null and void pursuant to
 subparagraph a of this paragraph.

I. Emergency rules shall not become effective unless approved
 by the Governor pursuant to the provisions of this section.

J. 1. The requirements of Section 303 of this title relating to notice and hearing shall not be applicable to emergency rules promulgated pursuant to the provisions of this section. Provided this shall not be construed to prevent an abbreviated notice and hearing process determined to be necessary by an agency.

20 2. The rule report required pursuant to Section 303.1 of this 21 title shall not be applicable to emergency rules promulgated 22 pursuant to the provisions of this section. Provided this shall not 23 be construed to prevent an agency from complying with such 24 requirements at the discretion of such agency.

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3. The statement of submission required by Section 303.1 of
 this title shall not be applicable to emergency rules promulgated
 pursuant to the provisions of this section.

K. Prior to approval or disapproval of an emergency rule by the 4 5 Governor, an agency may withdraw from review an emergency rule submitted pursuant to the provisions of this section. Notice of 6 7 such withdrawal shall be given to the Governor, the Speaker of the House of Representatives, the President Pro Tempore of the Senate in 8 9 accordance with the requirements set forth in Section 464 of Title 10 74 and to the Office of Administrative Rules as required by the 11 Secretary. In order to be promulgated as emergency rules, any 12 replacement rules shall be resubmitted pursuant to the provisions of 13 this section.

14 L. Upon completing the requirements of this section, an agency 15 may promulgate a proposed emergency rule. No emergency rule is 16 valid unless promulgated in substantial compliance with the 17 provisions of this section.

18 M. Emergency rules adopted by an agency or approved by the 19 Governor shall be subject to review pursuant to the provisions of 20 Section 306 of this title.

21 SECTION 8. AMENDATORY 75 O.S. 2011, Section 303, as 22 amended by Section 50, Chapter 227, O.S.L. 2013 (75 O.S. Supp. 2020, 23 Section 303), is amended to read as follows:

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Section 303. A. Prior to the adoption of any rule or amendment or revocation of a rule <u>and except as provided for pursuant to the</u> <u>expedited rule repeal process provided in Section 9 of this act</u>, the agency shall:

5 1. Cause notice of any intended action to be published in "The
6 Oklahoma Register" pursuant to subsection B of this section;

7 2. For at least thirty (30) days after publication of the
8 notice of the intended rulemaking action, afford a comment period
9 for all interested persons to submit data, views or arguments,
10 orally or in writing. The agency shall consider fully all written
11 and oral submissions respecting the proposed rule;

12 3. Hold a hearing, if required, as provided by subsection C of13 this section;

4. Consider the effect its intended action may have on the 14 15 various types of business and governmental entities. Except where such modification or variance is prohibited by statute or 16 constitutional constraints, if an agency finds that its actions may 17 adversely affect any such entity, the agency may modify its actions 18 to exclude that type of entity, or may "tier" its actions to allow 19 rules, penalties, fines or reporting procedures and forms to vary 20 according to the size of a business or governmental entity or its 21 ability to comply or both. For business entities, the agency shall 22 include a description of the probable quantitative and qualitative 23 impact of the proposed rule, economic or otherwise, and use 24

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1 quantifiable data to the extent possible, taking into account both 2 short-term and long-term consequences; and

5. Consider the effect its intended action may have on the
various types of consumer groups. If an agency finds that its
actions may adversely affect such groups, the agency may modify its
actions to exclude that type of activity.

B. The notice required by paragraph 1 of subsection A of this
8 section shall include, but not be limited to:

9 1. In simple language, a brief summary of the rule;

10 2. The proposed action being taken;

11 3. The circumstances which created the need for the rule;

The specific legal authority, including statutory citations,
 authorizing the proposed rule;

14 5. The intended effect of the rule;

6. If the agency determines that the rule affects business 15 entities, a request that such entities provide the agency, within 16 the comment period, in dollar amounts if possible, the increase in 17 the level of direct costs such as fees, and indirect costs such as 18 reporting, recordkeeping, equipment, construction, labor, 19 professional services, revenue loss, or other costs expected to be 20 incurred by a particular entity due to compliance with the proposed 21 rule; 22

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7. The time when, the place where, and the manner in which
 interested persons may present their views thereon pursuant to
 paragraph 3 of subsection A of this section;

8. Whether or not the agency intends to issue a rule impact
statement according to subsection D of this section and where copies
of such impact statement may be obtained for review by the public;

9. The time when, the place where, and the manner in which
persons may demand a hearing on the proposed rule if the notice does
not already provide for a hearing. If the notice provides for a
hearing, the time and place of the hearing shall be specified in the
notice; and

12 10. Where copies of the proposed rules may be obtained for 13 review by the public. An agency may charge persons for the actual 14 cost of mailing a copy of the proposed rules to such persons.

The number of copies of such notice as specified by the Secretary shall be submitted to the Secretary who shall publish the notice in "The Oklahoma Register" pursuant to the provisions of Section 255 of this title.

Prior to or within three (3) days after publication of the notice in "The Oklahoma Register", the agency shall cause a copy of the notice of the proposed rule adoption and the rule impact statement, if available, to be mailed to all persons who have made a timely request of the agency for advance notice of its rulemaking proceedings. Provided, in lieu of mailing copies, an agency may

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electronically notify interested persons that a copy of the proposed rule and the rule impact statement, if available, may be viewed on the agency's website. If an agency posts a copy of the proposed rule and rule impact statement on its website, the agency shall not charge persons for the cost of downloading or printing the proposed rule or impact statement. Each agency shall maintain a listing of persons or entities requesting such notice.

8 C. 1. If the published notice does not already provide for a 9 hearing, an agency shall schedule a hearing on a proposed rule if, 10 within thirty (30) days after the published notice of the proposed 11 rule adoption, a written request for a hearing is submitted by:

- 12 a. at least ten persons,
- 13 b. a political subdivision,
- 14 c. an agency, or

15 d. an association having not less than twenty-five
 16 members.

At that hearing persons may present oral argument, data, andviews on the proposed rule.

A hearing on a proposed rule may not be held earlier than
 thirty (30) days after notice of the hearing is published pursuant
 to subsection B of this section.

3. The provisions of this subsection shall not be construed to prevent an agency from holding a hearing or hearings on the proposed rule although not required by the provisions of this subsection;

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1 provided that notice of such hearing shall be published in "The Oklahoma Register" at least thirty (30) days prior to such hearing. 2 3 1. Except as otherwise provided in this subsection, an D. agency shall issue a rule impact statement of a proposed rule prior 4 5 to or within fifteen (15) days after the date of publication of the notice of proposed rule adoption. The rule impact statement may be 6 modified after any hearing or comment period afforded pursuant to 7 the provisions of this section. 8 9 2. Except as otherwise provided in this subsection, the rule impact statement shall include, but not be limited to: 10 11 a. a brief description of the purpose of the proposed 12 rule, b. a description of the classes of persons who most 13 likely will be affected by the proposed rule, 14 15 including classes that will bear the costs of the proposed rule, and any information on cost impacts 16 received by the agency from any private or public 17 entities, 18 a description of the classes of persons who will 19 с. benefit from the proposed rule, 20 d. a description of the probable economic impact of the 21 proposed rule upon affected classes of persons or 22 political subdivisions, including a listing of all fee 23 24

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changes and, whenever possible, a separate justification for each fee change,

e. the probable costs and benefits to the agency and to any other agency of the implementation and enforcement of the proposed rule, the source of revenue to be used for implementation and enforcement of the proposed rule, and any anticipated effect on state revenues, including a projected net loss or gain in such revenues if it can be projected by the agency,
f. a determination of whether implementation of the

- 10 f. a determination of whether implementation of the 11 proposed rule will have an economic impact on any 12 political subdivisions or require their cooperation in 13 implementing or enforcing the rule,
- 14 g. a determination of whether implementation of the 15 proposed rule may have an adverse economic effect on 16 small business as provided by the Oklahoma Small 17 Business Regulatory Flexibility Act,
- h. an explanation of the measures the agency has taken to
 minimize compliance costs and a determination of
 whether there are less costly or nonregulatory methods
 or less intrusive methods for achieving the purpose of
 the proposed rule,
- i. a determination of the effect of the proposed rule onthe public health, safety and environment and, if the

1proposed rule is designed to reduce significant risks2to the public health, safety and environment, an3explanation of the nature of the risk and to what4extent the proposed rule will reduce the risk,5j.6public health, safety and environment if the proposed7rule is not implemented, and

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- k. the date the rule impact statement was prepared and if modified, the date modified.

3. To the extent an agency for good cause finds the preparation 10 of a rule impact statement or the specified contents thereof are 11 12 unnecessary or contrary to the public interest in the process of adopting a particular rule, the agency may request the Governor to 13 waive such requirement. Such request shall be in writing and shall 14 15 state the agency's findings and the justification for such findings. 16 Upon request by an agency, the Governor may also waive the rule impact statement requirements if the agency is required to implement 17 a statute or federal requirement that does not require an agency to 18 interpret or describe the requirements, such as federally mandated 19 provisions which afford the agency no discretion to consider less 20 restrictive alternatives. If the Governor fails to waive such 21 requirement, in writing, prior to publication of the notice of the 22 intended rulemaking action, the rule impact statement shall be 23

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completed. The determination to waive the rule impact statement
 shall not be subject to judicial review.

4. The rule shall not be invalidated on the ground that the
4 contents of the rule impact statement are insufficient or
5 inaccurate.

E. Upon completing the requirements of this section, an agency
may adopt a proposed rule. No rule is valid unless adopted in
substantial compliance with the provisions of this section.

9 SECTION 9. NEW LAW A new section of law to be codified 10 in the Oklahoma Statutes as Section 303a of Title 75, unless there 11 is created a duplication in numbering, reads as follows:

A. Upon request by a rulemaking agency, an expedited rule repeal process may be utilized when such rule or rules meet the criteria pursuant to this section.

B. Beginning on September 1, 2021, and every year thereafter, a rulemaking agency may initiate a request for expedited repeal of a rule or rules when:

A request by the agency is submitted electronically to the
 President Pro Tempore of the Senate and the Speaker of the House of
 Representatives. The request shall be assigned to the Joint
 Committee on Administrative Rules to conduct the repeal process;

22 2. A copy of the rule or rules is provided along with a23 statement indicating one of the following:

24 a. a rule is duplicate,

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1 b. the rule is obsolete, 2 the rule is no longer enforced, с. 3 d. the rule is no longer in compliance with state or federal law, 4 5 e. the rule is no longer in compliance with federal 6 regulation, or f. 7 the rule does not affect substantive rights of the regulated community; 8 9 3. The agency provides notice in the "Oklahoma Register" in a 10 format reasonably calculated to provide notice to persons interested 11 in the rule; and 4. For at least ten (10) days after publication of the notice 12 of the intended action, afford a comment period for all interested 13 The agency shall consider fully all written and oral 14 persons. 15 submissions respecting the proposed rule. C. Upon completion of the comment period, the committee may 16 schedule a hearing on the agency rule proposal. If the Committee 17 approves the repeal by concurrent majority, it shall be presented to 18 the Legislature for final approval. 19 No request for an expedited repeal shall be initiated after May 20 Upon final legislative adoption, the agency shall comply with 21 1. additional publication requirements as provided by law. 22 An agency, at any point prior to final legislative adoption, may 23 withdraw the expedited agency rule repeal request. 24 SENATE FLOOR VERSION - SB913 SFLR Page 35

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SECTION 10. AMENDATORY 75 O.S. 2011, Section 303.1, as
 amended by Section 2, Chapter 252, O.S.L. 2016 (75 O.S. Supp. 2020,
 Section 303.1), is amended to read as follows:

Section 303.1. A. Within ten (10) days after adoption of a 4 5 permanent rule, the agency shall file two copies of the following with the Governor, the Speaker of the House of Representatives and, 6 7 the President Pro Tempore of the Senate and the chairs of the Joint Committee on Administrative Rules: all such new rules or 8 9 amendments; revisions or revocations to an existing rule proposed by 10 an agency; and the agency rule report as required by subsection E of this section. 11

12 Β. If the agency determines in the rule impact statement prepared as part of the agency rule report that the proposed rule 13 will have an economic impact on any political subdivisions or 14 15 require their cooperation in implementing or enforcing a proposed permanent rule, a copy of the proposed rule and rule report shall be 16 filed within ten (10) days after adoption of the permanent rule with 17 the Oklahoma Advisory Committee on Intergovernmental Relations for 18 its review. Said The Committee may communicate any recommendations 19 that it may deem necessary to the Governor, the Speaker of the House 20 of Representatives and President Pro Tempore of the Senate during 21 the period that the permanent rules are being reviewed. 22

C. When the rules have been submitted to the Governor, theSpeaker of the House of Representatives and, the President Pro

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Tempore of the Senate <u>and chairs of the Joint Committee on</u>
 <u>Administrative Rules</u>, the agency shall also submit to the Office of
 Administrative Rules for publication in "The Oklahoma Register", a
 statement that the adopted rules have been submitted to the Governor
 and the Legislature.
 D. The text of the adopted rules shall be submitted to the

7 Governor, the Speaker of the House of Representatives and the
8 President Pro Tempore of the Senate in the same format as required
9 by the Secretary pursuant to Section 251 of this title.

E. The report required by subsection A of this section shall include:

The date the notice of the intended rulemaking action was
 published in "The Oklahoma Register" pursuant to Section 255 of this
 title;

15 2. The name and address of the agency;

16 3. The title and number of the rule;

4. A citation to the <u>constitutional or</u> statutory authority for
the rule;

19 5. The citation to any federal or state law, court ruling, or20 any other authority requiring the rule;

21 6. A statement of the gist of the rule and <u>or</u> a brief summary
22 of the content of the adopted rule;

23 7. A statement explaining the need for the adopted rule;

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8. The date and location of the meeting, if held, at which such
 rules were adopted or the date and location when the rules were
 adopted if the rulemaking agency is not required to hold a meeting
 to adopt rules;

9. A summary of the comments and explanation of changes or lack of any change made in the adopted rules as a result of testimony received at all hearings or meetings held or sponsored by an agency for the purpose of providing the public an opportunity to comment on the rules or of any written comments received prior to the adoption of the rule. The summary shall include all comments received about the cost impact of the proposed rules;

12 10. A list of persons or organizations who appeared or 13 registered for or against the adopted rule at any public hearing 14 held by the agency or those who have commented in writing before or 15 after the hearing;

16 11. A rule impact statement if required pursuant to Section 303 17 of this title;

18 12. An incorporation by reference statement if the rule 19 incorporates a set of rules from a body outside the state, such as a 20 national code;

21 13. The members of the governing board of the agency adopting 22 the rules and the recorded vote of each member;

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14. The proposed effective date of the rules, if an effective
 2 date is required pursuant to paragraph 1 of subsection B of Section
 3 304 of this title; and

4 15. Any other information requested by the Governor, the
5 Speaker of the House of Representatives, the President Pro Tempore
6 of the Senate or either rule review committee the Joint Committee on
7 Administrative Rules.

8 SECTION 11. NEW LAW A new section of law to be codified 9 in the Oklahoma Statutes as Section 303.2a of Title 75, unless there 10 is created a duplication in numbering, reads as follows:

A. The Governor shall have thirty (30) calendar days from
receipt of a rule from an agency to approve or disapprove the rule.

1. If the Governor approves the rule, the Governor shall 13 immediately notify the agency in writing of the approval and the 14 15 rule shall proceed to legislative review pursuant to the provisions of Sections 307.1 and 308 of Title 75 of the Oklahoma Statutes. 16 А copy of such approval shall be given by the Governor to the 17 President Pro Tempore of the Senate, the Speaker of the House of 18 Representatives and the chairs of the Joint Committee on 19 Administrative Rules. Upon receipt of the approval, the agency 20 shall submit a notice of such approval to the Office of 21 Administrative Rules for publication in "The Oklahoma Register". 22 2. If the Governor disapproves the rule, the Governor shall 23 return the entire document to the agency. Notice of such 24

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1 disapproval shall be given by the Governor to the President Pro 2 Tempore of the Senate, the Speaker of the House of Representatives and the chairs of the Joint Committee on Administrative Rules. 3 Failure of the Governor to approve a rule within the specified 4 5 period shall constitute disapproval of the rule by the Governor. Upon receipt of the disapproval or upon failure of the Governor to 6 approve the rule within the specified period, the agency shall 7 submit a notice of such disapproval to the Office of Administrative 8 9 Rules for publication in "The Oklahoma Register". Any effective 10 emergency rule which would have been superseded by a disapproved 11 permanent rule shall be deemed null and void on the date the 12 Governor disapproves the permanent rule.

B. Any rule not approved by the Governor pursuant to the
provisions of this section shall not become effective unless
otherwise approved by the Legislature by joint resolution pursuant
to subsection B of Section 308 of Title 75 of the Oklahoma Statutes.

17SECTION 12.AMENDATORY75 O.S. 2011, Section 305, is18amended to read as follows:

Section 305. An interested person may petition an agency requesting the promulgation, amendment, or repeal of a rule. Each agency shall prescribe by rule the form for petitions and the procedure for their submission, consideration, and disposition. The Within thirty (30) calendar days after submission of a petition, the agency shall act upon said petition within a reasonable time. If,

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1 within thirty (30) calendar days after submission of a petition, the 2 agency has not initiated initiate rulemaking proceedings in 3 accordance with the Administrative Procedures Act, the petition 4 shall be deemed to have been denied or provide a written response 5 and explanation of its failure to initiate rulemaking proceedings. SECTION 13. AMENDATORY 75 O.S. 2011, Section 307.1, is 6 amended to read as follows: 7 Section 307.1. A. The Speaker of the House of Representatives 8 9 and the President Pro Tempore of the Senate may each shall establish 10 a joint rule review committee or designate standing committees of 11 each such house to review administrative rules to be designated as 12 the Joint Committee on Administrative Rules. B. Such committees may The President Pro Tempore and the 13 Speaker shall appoint current members of the Senate and House of 14 Representatives to the Committee. The President Pro Tempore and 15 16 Speaker shall designate one of their respective appointments as cochair of the Committee. 17 C. A quorum shall be required to conduct any business of the 18 Committee. A quorum shall be a majority of the Senate members of 19 the Committee and a majority of the House members of the Committee. 20 D. The Committee shall meet separately or jointly at any time, 21 as needed and during sessions of the Legislature and at regular 22 intervals in the interim. 23

1	C. E. The function of the committees so established or
2	designated Committee shall be the review and promotion of adequate
3	and proper rules by agencies and developing an understanding on the
4	part of the public respecting such rules. Such function shall be
5	advisory only of all adopted agency administrative rules and
6	emergency rules including recommending by concurrent majority an
7	approval or disapproval of each proposed rule to the Legislature.
8	The Committee may also recommend by concurrent majority an agency
9	amend or further consider a proposed rule.
10	Each committee may review all adopted rules and such other rules
11	the committee deems appropriate and may make recommendations
12	concerning such rules to their respective house of the Legislature,
13	or to the agency adopting the rule, or to both their respective
14	house of the Legislature and the agency
15	F. The Committee shall approve or disapprove by concurrent
16	majority a repeal of rules under the expedited repeal process
17	pursuant to this act. Such rules shall be presented to the
18	Legislature for final approval for repeal.
19	$\frac{1}{2}$ D. In addition to the review of agency-adopted rules
20	pursuant to this act, each such committee the Committee shall have
21	the power and duty to:
22	1. Conduct a continuous study and investigations as to whether
23	additional legislation or changes in legislation are needed based on
24	various factors, including but not limited to, review of proposed
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1 rules, review of existing rules including but not limited to
2 consideration of amendments to or repeal of existing rules, the lack
3 of rules, the ability of agencies to promulgate such rules, <u>the</u>
4 <u>burden of administrative rules on the regulated community</u> and the
5 needs of administrative agencies;

2. Conduct a continuous study of the rulemaking process of all
state agencies including those agencies exempted by Section 250.4 of
this title for the purpose of improving the rulemaking process;

9 3. Conduct such other studies and investigations relating to
10 rules as may be determined to be necessary by the committee
11 Committee; and

4. Monitor and investigate compliance of agencies with the
provisions of the Administrative Procedures Act, make periodic
investigations of the rulemaking activities of all agencies and
evaluate and report on all rules in terms of their propriety, legal
adequacy, relation to <u>constitutional or</u> statutory authorization,
economic and budgetary effects and public policy.

18 SECTION 14. AMENDATORY 75 O.S. 2011, Section 308, as 19 amended by Section 4, Chapter 357, O.S.L. 2013 (75 O.S. Supp. 2020, 20 Section 308), is amended to read as follows:

Section 308. A. Upon receipt of any adopted rules, the Speaker of the House of Representatives and the President Pro Tempore of the Senate shall assign such rules to the appropriate committees of each

1 house of the Legislature for review Joint Committee on

2 Administrative Rules. Except as otherwise provided by this section:

I. If such rules are received on or before April 1, the
 Legislature shall have until the last day of the regular legislative
 session of that year to review such rules act on the recommendations
 of the Joint Committee on Administrative Rules; and

7 2. If such rules are received after April 1, the Legislature
8 shall have until the last day of the regular legislative session of
9 the next year to review such rules act on the recommendations of the
10 Joint Committee on Administrative Rules.

11 в. By the adoption of a joint resolution resolutions during the 12 review period specified in subsection A of this section, the Legislature may disapprove or approve any rule, disapprove all or 13 part of a rule or rules and disapprove or approve the repeal of 14 15 rules under the expedited repeal process pursuant to this act. 16 Rules under consideration at a meeting of the Joint Committee on Administrative Rules during the interim may be acted upon by the 17 Legislature at any time during session. 18

C. Unless otherwise authorized by the Legislature, whenever a rule is disapproved as provided in subsection B of this section, the agency adopting such rules shall not have authority to resubmit an identical rule, except during the first sixty (60) calendar days of the next regular legislative session. Any effective emergency rule which would have been superseded by a disapproved permanent rule

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1 shall be deemed null and void on the date the Legislature 2 disapproves the permanent rule. Rules may be disapproved in part or 3 in whole by the Legislature. Upon enactment of any joint resolution 4 disapproving a rule, the agency shall file notice of such 5 legislative disapproval with the Secretary for publication in "The 6 Oklahoma Register".

D. Unless otherwise provided by specific vote of the 7 Legislature, joint resolutions introduced for purposes of 8 9 disapproving or approving a rule or the omnibus joint resolution 10 described in Section 6 308.3 of this act title shall not be subject to regular legislative cutoff dates, shall be limited to such 11 12 provisions as may be necessary for disapproval or approval of a rule, and any such other direction or mandate regarding the rule 13 deemed necessary by the Legislature. The resolution shall contain 14 no other provisions. 15

16 E. A proposed permanent rule shall be deemed finally adopted 17 if:

Approved by the Legislature pursuant to Section 6 of this
 act, provided that any such joint resolution becomes law in
 accordance with Section 11 of Article VI of the Oklahoma

21 Constitution;

22 2. Approved by the Governor pursuant to subsection D of Section
23 6 of this act;

3. Approved by a joint resolution pursuant to subsection B of
 this section, provided that any such resolution becomes law in
 accordance with Section 11 of Article VI of the Oklahoma
 Constitution; or

4. 3. Disapproved by a joint resolution pursuant to subsection
B of this section or Section 6 308.3 of this act title which has
been vetoed by the Governor in accordance with Section 11 of Article
VI of the Oklahoma Constitution and the veto has not been
overridden.

F. Prior to final adoption of a rule, an agency may withdraw a rule from legislative review. Notice of such withdrawal shall be given to the Governor, the Speaker of the House of Representatives, the President Pro Tempore of the Senate, and to the Secretary for publication in "The Oklahoma Register".

15 G. An agency may promulgate an emergency rule only pursuant to16 Section 253 of this title.

H. Any rights, privileges, or interests gained by any person by operation of an emergency rule, shall not be affected by reason of any subsequent disapproval or rejection of such rule by either house of the Legislature.

21 SECTION 15. AMENDATORY Section 6, Chapter 357, O.S.L. 22 2013 (75 O.S. Supp. 2020, Section 308.3), is amended to read as 23 follows:

1	Section 308.3. A. The Legislature shall have an omnibus joint
2	resolution resolutions prepared for consideration each session.
3	B. The joint resolution shall be substantially in the following
4	form: "All proposed permanent rules of Oklahoma state agencies
5	filed on or before April 1 are hereby approved except for the
6	following:".
7	C. For the purpose of this section, a proposed permanent rule
8	may be disapproved, in whole or in part, in the omnibus <u>a</u> joint
9	resolution considered by the Legislature.
10	D. 1. If an agency believes that a rule has not been approved
11	by the Legislature pursuant to this section and should be approved
12	and finally adopted, the agency may seek the Governor's declaration
13	approving the rule.
14	2. In seeking the approval of a proposed permanent rule, the
15	agency shall submit a petition to the Governor that affirmatively
16	states:
17	a. the rule is necessary, and
18	b. a citation to the source of its authority to make the
19	rule.
20	3. a. If the Governor finds that the necessity does exist,
21	and that the agency has the authority to make the
22	rule, the Governor may declare the rule to be approved
23	and finally adopted by publishing that declaration in
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"The Oklahoma Register" on or before July 17 of that year.

3 b. The declaration shall set forth the rule to be
4 approved, the reasons the approval is necessary, and a
5 citation to the source of the agency's authority to
6 make the rule.

7 If the omnibus any rule received on or before April 1 is 4. C. not subject to a joint resolution fails to pass passed by both 8 9 houses of the Legislature and be signed by the Governor or is found 10 by the Governor to have a technical legal defect preventing approval of administrative rules intended to be approved by the Legislature, 11 12 the Governor may declare all any rules received on or before April 1 and not subject to a joint resolution passed by both houses of the 13 Legislature to be approved or disapproved and finally adopted by 14 publishing a single declaration in "The Oklahoma Register" on or 15 before July 17 without meeting requirements of paragraphs 2 and 3 of 16 this subsection. If the Governor finds that the joint resolution 17 has a technical legal defect, the Governor shall make the finding in 18 writing and submit the finding to the Legislature. 19 SECTION 16. This act shall become effective September 1, 2021. 20

21 COMMITTEE REPORT BY: COMMITTEE ON RULES February 24, 2021 - DO PASS AS AMENDED

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