### LEGISLATURE OF NEBRASKA

#### ONE HUNDRED THIRD LEGISLATURE

### SECOND SESSION

# LEGISLATIVE BILL 718

Introduced by Crawford, 45; Avery, 28; Lathrop, 12; Nordquist, 7. Read first time January 08, 2014

Committee:

## A BILL

1	FOR	AN	ACT	relating	to the	ne Adı	ministr	rative	Procedu	re Act;	to a	mend
2				sections	84-90	2 and	84-90	7.01,	Reissue	Revise	d Stat	utes
3				of Nebras	ka, a	nd se	ctions	84-90	7, 84-90	7.09, a	nd 84-	920,
4				Revised S	tatut	es Cur	mulativ	re Supp	plement,	2012;	to rec	quire
5				preparati	on	and	publi	cation	of	rulemal	king	and
6				regulatio	nmaki	ng age	endas;	to req	quire web	site p	ublica	tion
7				fiscal im	pact	stater	ments;	to pr	ovide du	ties fo	r agen	cies
8				and the S	Secret	ary o	E State	e; to	harmoniz	e provi	sions;	and
9				to repeal	the (	origin	al sec	tions.				

10 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 84-902, Reissue Revised Statutes of

2 Nebraska, is amended to read:

17

18

19

20

21

22

23

24

25

3 84-902 (1) Each agency shall prepare a semiannual agenda 4 for rules and regulations under development or review or planned 5 development or review. Each agency shall file in the office of the 6 Secretary of State a certified copy of the agenda within thirty days 7 following the end of each regular legislative session and by October 8 15. The Secretary of State shall keep a permanent file of all 9 agendas. Such file shall be updated and kept current upon receipt of 10 any amended agenda and shall be open to public inspection during regular business hours of his or her office. The Secretary of State 11 12 shall specify the manner in which each agency shall prepare an 13 agenda. At a minimum, the agenda shall include a brief summary of the action, the relevant legal authority, any appropriate deadlines, and 14 15 the name, telephone number, and means of electronic communication 16 with a knowledgeable agency official.

(1)—(2) Each agency shall file in the office of the Secretary of State a certified copy of the rules and regulations in force and effect in such agency. The Secretary of State shall keep a permanent file of all such rules and regulations. Such file shall be updated and kept current upon receipt of any rules and regulations adopted, amended, or repealed and filed with the Secretary of State as provided in the Administrative Procedure Act and shall be open to public inspection during regular business hours of his or her office. The Secretary of State, in order to maintain and keep such files

1 current, shall be empowered to require new and amended rules and

- 2 regulations to be filed as complete file pages and to remove all
- 3 superseded pages to a separate file.
- 4  $\frac{(2)-(3)}{(2)}$  Rules and regulations filed with the Secretary of
- 5 State pursuant to the Administrative Procedure Act shall be filed in
- 6 the manner and form prescribed by the Secretary of State. The
- 7 Secretary of State shall issue instructions to all state agencies
- 8 setting forth the format to be followed by all agencies in submitting
- 9 rules and regulations to the Secretary of State. Such instructions
- 10 shall provide for a uniform page size, a generally uniform and clear
- 11 indexing system, and annotations including designation of enabling
- 12 legislation and court or agency decisions interpreting the particular
- 13 rule or regulation. For good cause shown, the Secretary of State may
- 14 grant exceptions to the uniform page size requirement and the general
- 15 indexing instructions for any agency.
- 16 Sec. 2. Section 84-907, Revised Statutes Cumulative
- 17 Supplement, 2012, is amended to read:
- 18 84-907 (1) No rule or regulation shall be adopted,
- 19 amended, or repealed by any agency except after public hearing on the
- 20 question of adopting, amending, or repealing such rule or regulation.
- 21 Notice of such hearing shall be given at least thirty days prior
- 22 thereto to the Secretary of State and by publication in a newspaper
- 23 having general circulation in the state. All such hearings shall be
- 24 open to the public.
- 25 (2) The public hearing on a rule or regulation that is

required to be adopted, amended, or repealed based upon a legislative 1 bill shall be held within twelve months after the effective or 2 3 operative date of the legislative bill. If there is more than one applicable effective or operative date, the twelve-month period shall 4 5 be calculated using the latest date. In addition to the requirements 6 of section 84-906.01, draft copies or working copies of all rules and 7 regulations to be adopted, amended, or repealed by any agency shall 8 be available to the public in the office of the Secretary of State at the time of giving notice. The notice shall include: (a) A 9 declaration of availability of such draft or work copies for public 10 examination; (b) a short explanation of the purpose of the proposed 11 12 rule or regulation or the reason for the amendment or repeal of the 13 rule or regulation, including the identification of the specific 14 authorizing statute and the specific statute interpreted or implemented by the rule and regulation; and (c) a description, 15 including an estimated quantification, of the fiscal impact on state 16 agencies, political subdivisions, and persons being regulated or an 17 explanation of where the description of the fiscal impact may be 18 inspected and obtained. The fiscal impact statement shall be 19 20 available on the Secretary of State's web site. No person may 21 challenge the validity of any rule or regulation, the adoption, 22 amendment, or repeal of any rule or regulation, or any determination 23 of the applicability of any rule or regulation on the basis of the 24 explanation or description provided pursuant to subdivisions (b) and 25 (c) of this subsection.

1 (3) Any agency adopting, amending, or repealing a rule or

- 2 regulation may make written application to the Governor who may, upon
- 3 receipt of a written showing of good cause, waive the notice of
- 4 public hearing.
- 5 For purposes of this subsection, good cause shall
- 6 include, but not be limited to, a showing by the agency that:
- 7 (a) Compliance with the requirements of this section
- 8 would result in extreme hardship on the citizens of this state;
- 9 (b) An emergency exists which must be remedied
- 10 immediately; or
- 11 (c) A timely filing or publication of notice of a public
- 12 hearing or the public hearing was prevented by some unforeseeable
- 13 event beyond the immediate control of the agency and that the parties
- 14 affected have not and will not suffer material injury as a result of
- 15 the agency's action.
- 16 (4) Whenever public notice is waived, the agency shall,
- 17 so far as practicable, give notice to the public of the proposed rule
- 18 or regulation change and of the rule or regulation as finally adopted
- 19 or changed.
- 20 Sec. 3. Section 84-907.01, Reissue Revised Statutes of
- 21 Nebraska, is amended to read:
- 22 84-907.01 The Secretary of State shall establish and
- 23 maintain a list of subscribers who wish to receive notice of the
- 24 filing of an agenda for rules and regulations under development or
- 25 review and of public hearing on the question of adopting, amending,

1 or repealing any rule or regulation of any agency and shall provide

- 2 such notice to such subscribers at cost to be assessed against each
- 3 subscriber.
- 4 Sec. 4. Section 84-907.09, Revised Statutes Cumulative
- 5 Supplement, 2012, is amended to read:
- 6 84-907.09 Whenever an agency proposes to adopt, amend, or
- 7 repeal a rule or regulation, (1) at least thirty days before the
- 8 public hearing, when notice of a proposed rule or regulation is sent
- 9 out, or (2) at the same time the agency applies to the Governor for a
- 10 waiver of the notice of public hearing under section 84-907, the
- 11 agency shall provide to the Governor for review (a) a description of
- 12 the proposed rule or regulation and the entity or entities it will
- 13 impact, (b) an explanation of the necessity of the proposed rule or
- 14 regulation, including the identification of the specific <del>legislative</del>
- 15 bill if applicable, or the authorizing statute when there is no
- 16 legislative bill applicable, and the specific statute interpreted or
- 17 <u>implemented by the rule and regulation, (c)</u> a statement that the
- 18 proposed rule or regulation is consistent with legislative intent,
- 19 (d) a statement indicating whether the proposed rule or regulation is
- 20 the result of a state mandate on a local governmental subdivision and
- 21 if the mandate is funded, (e) a statement indicating if the proposed
- 22 rule or regulation is the result of a federal mandate on state
- 23 government or on a local governmental subdivision and if the mandate
- 24 is funded, (f) a description, including an estimated quantification,
- 25 of the fiscal impact on state agencies, political subdivisions, and

1 regulated persons, (g) a statement that the agency will solicit

- 2 public comment on the proposed rule or regulation before the public
- 3 hearing, and (h) a statement indicating whether or not the agency has
- 4 utilized the negotiated rulemaking process as provided for in the
- 5 Negotiated Rulemaking Act with respect to the proposed rule or
- 6 regulation.
- Sec. 5. An agency may not adopt, amend, or repeal a rule
- 8 or regulation that is not included on an agenda filed pursuant to
- 9 section 84-902 except when the proposed rule or regulation or
- 10 <u>amendment or repeal is:</u>
- 11 (1) In response to a natural disaster or declaration of
- 12 <u>emergency;</u>
- 13 (2) Required by federal law;
- 14 <u>(3) Related to the loss of or access to additional</u>
- 15 <u>federal funds; or</u>
- 16 (4) As a result of a state or federal court decision.
- 17 Sec. 6. Section 84-920, Revised Statutes Cumulative
- 18 Supplement, 2012, is amended to read:
- 19 84-920 Sections 84-901 to 84-920 and section 5 of this
- 20 act shall be known and may be cited as the Administrative Procedure
- 21 Act.
- 22 Sec. 7. Original sections 84-902 and 84-907.01, Reissue
- 23 Revised Statutes of Nebraska, and sections 84-907, 84-907.09, and
- 24 84-920, Revised Statutes Cumulative Supplement, 2012, are repealed.