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| 3 | | HOUSE BILL 1431 |
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| 14 | TO AMEND ARKANSAS LAW CONCERN | ING |
| 15 | ADMINISTRATIVE RULES. | |
| 16 | 16 | |
| 17 | 1.7 | |
| 18 | 8 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE S | TATE OF ARKANSAS: |
| 19 | 1.9 | |
| 20 | 20 SECTION 1. Arkansas Code § 25-15-202(2) | (C), concerning definitions |
| 21 | applicable to the Administrative Procedure Act, is amended to read as | |
| 22 | 22 follows: | |
| 23 | (C)(i) The Except as provided in | subdivision (2)(C)(ii) of this |
| 24 | 24 <u>section, the</u> word "agency" shall not include t | he Arkansas Public Service |
| 25 | 25 Commission, the Arkansas Pollution Control and | Ecology Commission, the |
| 26 | Workers' Compensation Commission, and the Depa | rtment of Workforce Services, |
| 27 | as the existing laws governing those agencies | provide adequate administrative |
| 28 | 28 procedures for those agencies. | |
| 29 | (ii) The word "agency" as u | sed in § 25-15-216 shall |
| 30 | include the Arkansas Public Service Commission | , the Arkansas Pollution |
| 31 | Control and Ecology Commission, the Workers' Co | ompensation Commission, and the |
| 32 | <u>Department of Workforce Services.</u> | |
| 33 | 33 | |
| 34 | SECTION 2. Arkansas Code § 25-15-216 is | amended to read as follows: |
| 35 | 25-15-216. Review of agency rules. | |
| 36 | (a) (1) As soon as is practicable after | each regular session and fiscal |

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| 1 | session of the General Assembly, each agency shall review any newly enacted |
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| 2 | laws to determine whether: |
| 3 | (1)(A) Any existing rule should be repealed or amended; or |
| 4 | $\frac{(2)}{(B)}$ Any new rule should be adopted. |
| 5 | (b)(2) At the conclusion of each review, the agency shall adopt |
| 6 | a written report of the result of the review. |
| 7 | (c)(3) A copy of each report shall be maintained as a public |
| 8 | record by the agency. |
| 9 | (b)(l) If an agency determines that a newly enacted law requires the |
| 10 | repeal or amendment of an existing rule or the adoption of a new rule and the |
| 11 | newly enacted law does not provide a specific date for the repeal, amendment, |
| 12 | or adoption of the rule, the final version of the new, amended, or repealed |
| 13 | rule shall be filed for adoption with the Secretary of State: |
| 14 | (A) On or before January 1 of the following year, if the |
| 15 | newly enacted law results from a regular or fiscal session of the General |
| 16 | Assembly; |
| 17 | (B) On or before the one hundred eightieth day following |
| 18 | sine die adjournment, if the newly enacted law results from a special session |
| 19 | of the General Assembly; or |
| 20 | (C) If approval of a rule under § 10-3-309 has not |
| 21 | occurred by the date under subdivision(b)(1)(A) or subdivision(b)(1)(B) of |
| 22 | this section, as soon as practicable after approval under § 10-3-309. |
| 23 | (2) An agency shall file the proposed rule with the Legislative |
| 24 | Council, or the Joint Budget Committee if the General Assembly is in regular, |
| 25 | fiscal or extraordinary session, under § 10-3-309 sufficiently in advance of |
| 26 | the date under subdivision (b)(1)(A) or subdivision (b)(1)(B) of this section |
| 27 | so that the Legislative Council or Joint Budget Committee may consider the |
| 28 | rule for approval before the appropriate date. |
| 29 | (3)(A) If an agency fails to file the final version of the new, |
| 30 | amended, or repealed rule for adoption as required by subdivision (b)(l) of |
| 31 | this section, the executive head of the agency at issue shall appear before |
| 32 | the Legislative Council or its appropriate subcommittee on a monthly basis |
| 33 | until the final version of the new, amended, or repealed rule is filed for |
| 34 | adoption with the Secretary of State. |
| 35 | (P) When appearing before the Logislative Council or its |
| | (B) When appearing before the Legislative Council or its |

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| 1 | (i) Describe why the agency has been unable to | |
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| 2 | comply with subdivision (b)(1) of this section; | |
| 3 | (ii) Provide an update on the current status of the | |
| 4 | necessary rule changes; | |
| 5 | (iii) Describe the steps the agency is taking to | |
| 6 | address the failure to comply with subdivision (b)(1) of this section; and | |
| 7 | (iv) Provide an anticipated date for when the final | |
| 8 | version of the new, amended, or repealed rule will be filed for adoption with | |
| 9 | the Secretary of State. | |
| 10 | | |
| 11 | SECTION 3. DO NOT CODIFY. | |
| 12 | The General Assembly finds that: | |
| 13 | (1) It is common for acts of the General Assembly to delegate | |
| 14 | rulemaking authority to a state agency for the purpose of implementing and | |
| 15 | administering various duties and responsibilities; | |
| 16 | (2) Broad interpretation of rulemaking authority by a state | |
| 17 | agency results in the state agency's supplanting the role of the General | |
| 18 | Assembly by effectively legislating in areas not intended by the General | |
| 19 | Assembly; and | |
| 20 | (3) A state agency that has been delegated rulemaking authority | |
| 21 | should limit its rulemaking to only those areas absolutely necessary and | |
| 22 | should avoid broad applications or interpretations of its rulemaking power. | |
| 23 | | |
| 24 | SECTION 4. Arkansas Code Title 25, Chapter 15, Subchapter 2, is | |
| 25 | amended to add an additional section to read as follows: | |
| 26 | 25-15-220. Rulemaking power to be narrowly interpreted. | |
| 27 | (a) As used in this section: | |
| 28 | (1) "Rule" means a state agency statement of general | |
| 29 | applicability and future effect that implements, interprets, or prescribes | |
| 30 | law or policy or describes the organization, procedure, or practice of \underline{a} | |
| 31 | state agency; and | |
| 32 | (2)(A) "State agency" means an office, board, commission, | |
| 33 | department, council, bureau, governmental entity, or other agency of state | |
| 34 | government having authority to promulgate or enforce rules. | |
| 35 | (B) "State agency" includes without limitation the: | |
| 36 | (i) Arkansas State Game and Fish Commission, if the | |

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| 1 | rule is promulgated under authority of a statute enacted by the General |
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| 2 | Assembly; and |
| 3 | (ii) State Highway Commission and the Arkansas |
| 4 | Department of Transportation, if the rule is promulgated under authority of a |
| 5 | statute enacted by the General Assembly. |
| 6 | (C) This section applies to one (1) or more of the |
| 7 | following if the Legislative Council adopts rules under § 10-3-309(b)(2)(B) |
| 8 | including the respective entity in the definition of "state agency" under \S |
| 9 | 10-3-309(2)(A): |
| 10 | (i) Each rule of the Arkansas State Game and Fish |
| 11 | Commission; |
| 12 | (ii) Each rule of the State Highway Commission and |
| 13 | the Arkansas Department of Transportation; and |
| 14 | (iii) An institution of higher education. |
| 15 | (b)(1) The authority of a state agency to promulgate a rule when so |
| 16 | empowered by an act of the General Assembly shall be narrowly interpreted by |
| 17 | the state agency. |
| 18 | (2) As part of the narrow interpretation of its rulemaking |
| 19 | authority under subdivision $(b)(1)$ of this section, a state agency shall |
| 20 | without limitation: |
| 21 | (A) Limit its rulemaking to only those areas or subject |
| 22 | matters that are absolutely necessary to fulfill its statutory duty or |
| 23 | obligations; and |
| 24 | (B) Not promulgate a rule that is inconsistent with the |
| 25 | legislative intent of an act empowering a state agency to promulgate a rule. |
| 26 | (c) A proposed rule that is promulgated based upon a broad |
| 27 | interpretation of a state agency's rulemaking power rather than a narrow |
| 28 | interpretation of that rulemaking power may be deemed as inconsistent with |
| 29 | state law for the purposes § 10-3-309(f)(1). |
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| 31 | /s/Dotson |
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