WEST VIRGINIA LEGISLATURE

2023 REGULAR SESSION

Introduced

Senate Bill 543

FISCAL NOTE

By Senators Grady and Plymale

[Introduced February 02, 2023; referred to the Committee on Education; and then to the Committee on Finance]

Intr SB 543 2023R3283

A BILL to amend and reenact §29A-3A-1, §29A-3A-2, §29A-3A-3, §29A-3A-4, §29A-3A-5, §29A-3A-6, §29A-3A-7, §29A-3A-8, §29A-3A-9, §29A-3A-10, §29A-3A-11, §29A-3A-11a, §29A-3A-12, §29A-3A-13, §29A-3A-14, §29A-3A-15, §29A-3A-16, §29A-3A-16a, §29A-3A-17, §29A-3A-18, and §29A-3A-20 of the Code of West Virginia, 1931, as amended; and to amend said code by adding thereto a new section, designated §29A-3A-2a, all relating to authorizing rule-making power for higher education related to changing the terms used, procedure, and reporting duties for higher education rulemaking.

Be it enacted by the Legislature of West Virginia:

ARTICLE 3A. HIGHER EDUCATION RULE MAKING §29A-3A-1. Definitions

1 As used in this article:

2

3

4

5

6

7

8

9

10

1

2

3

4

5

- (a) "Commission" means the Legislative Oversight e<u>C</u>ommission on e<u>E</u>ducation aAccountability;
- (b) "Board" "Agency", for purposes of this article, means the Higher Education Policy Commission and the Council for Community and Technical College Education or the chancellor as defined in §18B-1-1 et seq. of this code, or both, or any successor board, commission, agency, or officer.
- (c) "Board" "Agency" also means any other entity directed by this code to promulgate a rule or rules in accordance with this article, but this definition shall apply solely for the purpose of promulgating the rule or rules required to be promulgated in accordance with this article. §29A-3A-2. Rules to be promulgated only in accordance with this article.

In addition to other rule-making requirements imposed by law and except to the extent specifically exempted by the provisions of this chapter or other applicable law, every rule and regulation (including any amendment of or rule to repeal any other rule) shall be promulgated by the board agency only in accordance with this article and shall be and remain effective only to the extent that it has been or is promulgated in accordance with this article.

§29A-3A-2a. Filing proposed amendments to an existing rule; and repealing an existing rule.

(a) The agency shall file all sections of the proposed rule when proposing an amendment to an existing rule. The proposed rule shall be accompanied by note of explanation as to the effect of the amendment and its relation to the existing rules.

(b) The agency proposing to repeal a rule shall file the rule in its entirety with the provisions of the rule struck through. The agency may not repeal a rule by reference in another rule.

§29A-3A-3. Limitations on authority to exercise rule-making power.

- (a) Except when, and to the extent that, this chapter or any other provision of law now or hereafter made expressly exempts the board agency or a particular grant of the rulemaking power from the provisions of this article, every grant of rulemaking authority to the board agency heretofore provided shall be construed and applied to be effective only:
- (1) If heretofore lawfully exercised in accordance with the prior provisions of this chapter and the resulting rule has not been revoked or invalidated by the provisions hereof or by the board agency; or
 - (2) If exercised in accordance with the provisions hereof.
- (b) The board agency shall not be deemed to have the power and authority to promulgate a legislative rule without compliance with this article unless: (1) The provision of this code, heretofore or hereafter enacted, granting such the power and authority expressly exempts its exercise from legislative rulemaking review prior to promulgation or (2) the grant of such the power and authority is exempted from the application of this chapter by the express provisions of this chapter. To the extent any such grant of power and authority not so exempt shall be is deemed to exceed the limits and provisions of this article, such the power and authority to promulgate legislative rules is hereby revoked.

§29A-3A-4. Rules of procedure required.

In addition to other rule-making requirements imposed by law:

(a) The board agency shall adopt procedural rules governing the formal and informal procedures prescribed or authorized by this chapter. Procedural rules shall include rules of practice before the board agency, together with forms and instructions in accordance with §29A-1-2 of this code.

(b) To assist interested persons dealing with it, the board agency shall, so far as deemed practicable, supplement its rules or regulations with descriptive statements of its procedures. §29A-3A-5. Filing of proposed legislative exempt rules, procedural rules, and interpretive rules.

- (a) When the board agency proposes a <u>legislative exempt</u>, procedural, rule or an interpretive rule, the agency shall file in the State Register a notice of its action, including the text of the rule as proposed.
- (b) All proposed rules filed under subsection (a) of this section shall have a fiscal note attached itemizing the cost of implementing the rules as they relate to this state and to persons affected by the rules. and regulations. Such The fiscal note shall include all information included in a fiscal note for either house of the Legislature and a statement of the economic impact of the rule on the state or its residents. The objectives of the rules shall be clearly and separately stated in the fiscal note by the agency issuing the proposed rules. No procedural or interpretive rule shall be A legislative exempt, procedural, or interpretive rule is not void or voidable by virtue of noncompliance with this subsection.

§29A-3A-6. Notice of proposed rulemaking.

(a) When the board agency proposes to promulgate a rule other than an emergency rule, it shall file with the Secretary of State, for publication in the State Register, a notice of its action, including therein any request for the submission of evidence to be presented on any factual determinations or inquiries required by law to promulgate such the rule. At the time of filing the notice of its action, the board agency shall also file with the Secretary of State a copy of the full text of the rule proposed and a fiscal note as defined in §29A-3A-5 of this code. If the board agency is

considering alternative draft proposals, it may also file with the Secretary of State the full text of such the draft proposals.

(b) The notice shall fix a date, time, and place for the receipt of public comment in the form of oral statements, written statements, and documents bearing upon any findings and determinations which are a condition precedent to the final approval by the board agency of the proposed rule and shall contain a general description of the issues to be decided. If no specific findings and determinations are required as a condition precedent to the final approval by the board agency of the approved rule, the notice shall fix a date, time, and place for the receipt of general public comment on the proposed rule. To comply with the public comment provisions of this section, the agency may hold a public hearing or schedule a public comment period for the receipt of written statements or documents, or both.

(c) If findings and determinations are a condition precedent to the promulgation of such the rule, then an opportunity for general public comment on the merits of the rule shall be afforded after such the findings and determinations are made. In such that event, notice of the hearing or of the period for receiving public comment on the proposed rule shall be attached to and filed as a part of the findings and determinations of the board agency when filed in the State Register.

(d) In any hearing for public comment on the merits of the rule, the board agency may limit presentations to written material. The time, date, and place fixed in the notice shall constitute the last opportunity to submit any written material relevant to any hearing, all of which may be earlier submitted by filing with the board agency. After the public hearing or the close of the public comment period, whichever is later, the board agency shall not permit the filing or receipt of, nor shall it consider, any attempted ex parte communications directed to it in the form of additional comment prior to the submission of its final board agency-approved rule to the Legislative Oversight Commission on Education Accountability pursuant to the provisions of §29A-3A-12 of this article code.

(e) The board agency may also, at its expense, cause to be published as a Class I legal

publication advertisement in every county of the state any notice required by this section.

(f) Any citizen or other interested party may appear and be heard at such the hearings as are required by this section.

(g) Prior to the submission of any agency-approved proposed rule to the Secretary of State, the agency shall respond to public comments received during the rulemaking process and explain the reasoning for comments being incorporated or not incorporated into the rule. Failure to adequately respond to public comments may be grounds for rejection of the proposed rule.

§29A-3A-7. Filing findings and determinations for rules in State Register; evidence deemed public record.

- (a) Incident to fixing a date for public comment on a proposed rule, the board agency shall promulgate the findings and determinations required as a condition precedent thereto and state fully and succinctly the reasons therefor and file such those findings and determinations in the State Register. If the board agency amends the proposed rule as a result of because of the evidence or comment presented pursuant to §29A-3A-5 of this code, such the amendment shall be filed with a description of any changes and statement listed for the amendment.
- (b) The statement of reasons and a transcript of all evidence and public comment received pursuant to notice are public records and shall be carefully preserved by the board agency and be open for public inspection and copying for a period of not less than five years from the date of the hearing.

§29A-3A-8. Notice of hearings.

Notices of hearings required by §29A-3A-6 and §29A-3A-7 of this article code shall be filed in the State Register not less than thirty 30 nor more than sixty 60 days before the date of such the hearing or the last day specified therein for receiving written material. Any hearing may be continued from time to time and place to place by the board agency, which shall have the effect of extending the last day for receipt of evidence or public comment. Notice of such the continuance shall be promptly filed thereafter in the State Register.

§29A-3A-9. Adoption of <u>legislative exempt rules</u>, procedural <u>rules</u>, and interpretive rules.

(a) A The agency shall consider a legislative exempt, procedural, and interpretive rule shall be considered by the board for adoption not later than six months after the close of public comment and file a notice of withdrawal or adoption shall be filed in the State Register within that period. Failure The agency's failure to file such the notice shall constitutes withdrawal, and the Secretary of State shall note such that failure in the State Register immediately upon the expiration of the six-month period.

- (b) A legislative exempt, procedural, or interpretive rule may be amended by the beard agency prior to final adoption without further hearing or public comment. No such The amendment may not change the main purpose of the rule. If the fiscal implications have changed since the rule was proposed, the agency shall attach a new fiscal note shall be attached to the notice of filing. Upon adoption of the rule, (including any such amendment), the beard agency shall file the text of the adopted legislative exempt, procedural, or interpretive rule with its notice of adoption in the State Register, and the same shall be rule is effective on the date specified in the rule or 30 days after such filing, whichever is later, or as specified in this code.
- (c) The agency may repeal a legislative exempt, procedural, or interpretive rule by filing a notice of repeal with the Secretary of State.

§29A-3A-10. Proposal of legislative rules.

- (a) When the board agency proposes a legislative rule, other than an emergency rule, it shall be deemed to be applying to the Legislature for permission, to be granted by law, to promulgate such the rule as approved by the board agency for submission to the Legislature or as amended and authorized by the Legislature by law.
- (b) When The agency proposing a legislative rule, other than an emergency rule, and after filing the notice of proposed rulemaking required by §29A-3A-5 of this article code, the board shall then proceed as in the case of a legislative exempt, procedural, and interpretive rule to the point of, but not including, final adoption. In lieu of final adoption, the board agency shall finally approve the

proposed rule, including any amendments, for submission to the Legislature and file such the notice of approval in the State Register and with the Legislative Oversight commission on education accountability Commission on Education Accountability within 90 days after the public hearing was held or within 90 days after the end of the public comment period required under §29A-3A-6 of this code: *Provided*, That upon receipt of a written request from the agency setting forth valid reasons why the agency is unable to file the agency-approved rule within the 90 day time period, the Legislative Oversight Commission on Education Accountability may grant the agency an extension of time to file the agency-approved rule.

(c) Such The final agency approval of the rule under this section is deemed to be approval for submission to the Legislature only and does not give any force and effect to the proposed rule. The rule shall have full force and effect only when authority for promulgation of the rule is granted by an act of the Legislature and the rule is promulgated pursuant to §29A-3A-14 of this article code.

§29A-3A-11. Creation of a legislative oversight commission on education accountability.

(a) There is hereby created a joint commission of the Legislature known as the Legislative Oversight Commission on Education Accountability to review all legislative rules of the beard agency and such other rules as the commission deems appropriate. The commission shall be composed of six members of the Senate appointed by the President of the Senate and six members of the House of Delegates appointed by the Speaker of the House of Delegates. No more than five of the six members appointed by the President of the Senate and the Speaker of the House of Delegates, respectively, may be members of the same political party. In addition, the President of the Senate and the Speaker of the House of Delegates shall be ex officio nonvoting members of the commission and shall designate the eochairmen co-chairs. At least one of the Senate members and one of the House members shall be members of the Senate members and at least one of the House members shall be a member of the committee on finance of the Senate and

House, respectively. The members shall serve until their successors shall have been appointed as heretofore provided. Members of the commission shall receive such compensation and expenses as provided in §4-2A-1, et seq. of this code. Such Those expenses and all other expenses, including those incurred in the employment of legal, technical, investigative, clerical, stenographic, advisory, and other personnel shall be paid from an appropriation to be made expressly for the Legislative Oversight Commission on Education Accountability, but if no such appropriation be is made, such the expenses shall be paid from the appropriation under "Account No. 103 for Joint Expenses", but no expense of any kind whatever payable under said the account for joint expenses shall be incurred unless first approved by the Joint Committee on Government and Finance. The commission shall meet at any time, both during sessions of the Legislature and in the interim.

(b) The commission may adopt such rules of procedure as it considers necessary for the submission, presentation, and consideration of rules. §29A-3A-11a. Additional powers and duties; subpoena powers.

- (a) In addition to the powers and duties conferred upon the commission pursuant to the provisions of this article, the commission shall make a continuing investigation, study, and review of the practices, policies, and procedures of the board agency and of the State Board of Education and of any and all matters related to education in the state and shall make annual reports to the Legislature of the results of such those investigations, study studies, and reviews.
 - (b) These reports shall describe and evaluate in a concise manner:
- (1) The major activities of the board agency and the State Board of Education for the fiscal year immediately past, including important policy decisions reached on initiatives undertaken during that year, especially as such those activities, decisions, and initiatives relate to the implementation of (1) the constitutional requirement of providing a thorough and efficient education to the children of this state and (2) the objective of improving the quality of education at all levels in this state.

(2) Other information considered by the commission to be important, including recommendations for statutory, fiscal, or other reform and reasons for such those recommendations.

- (3) Further, these reports may specify in what manner said practices, policies, and procedures may or should be modified to satisfy said Constitutional requirement and to improve the quality of education at all levels in this State-state.
- (c) The commission may meet as often as may be necessary and employ such professional, clerical, and technical personnel as it considers necessary to perform effectively the duties herein prescribed.
- (c) (d) The commission shall conduct a study to determine whether the bureaucracies of the state Board of Education and each county board of education are of such a size and complexity that they do not best serve the educational needs of the children of the state. The commission may request assistance from the Legislative Auditor to conduct this study.
- (d) (e) For purposes of carrying out its duties, the commission is hereby empowered and authorized to examine witnesses and to subpoena such persons and books, records, documents, papers, or any other tangible things as it believes should be examined to make a complete investigation. All witnesses appearing before the commission shall testify under oath or affirmation, and any member of the commission may administer oaths or affirmations to such the witnesses. To compel the attendance of witnesses at such hearings or the production of any books, records, documents, papers, or any other tangible thing, the commission is hereby empowered and authorized to issue subpoenas, signed by one of the cechairmen co-chairs, in accordance with §4-1-5 of this code. Such The subpoenas shall be served by any person authorized by law to serve and execute legal process and service shall be made without charge. Witnesses subpoenaed to attend hearings shall be allowed the same mileage and per diem as is allowed witnesses before any petit jury in this state.

If any person subpoenaed to appear at any hearing shall-refuses to appear or to answer

inquiries there propounded, or shall fails or refuses to produce books, records, documents, papers, or any other tangible thing within his or her control when the same are demanded, the commission shall report the facts to the circuit court of Kanawha County or any other court of competent jurisdiction and such the court may compel obedience to the subpoena as though such the subpoena had been issued bγ such the court in the first instance. §29A-3A-12. Submission of legislative rules to the Legislative Oversight Commission on **Education Accountability.**

39

40

41

42

43

1

2

3

4

5

6

7

8

9

10

11

12

14

15

16

17

18

- (a) When the board agency finally approves a proposed legislative rule for submission to the Legislature pursuant to §29A-3A-10 of this article code, the board agency shall electronically submit the agency-approved rule to the Legislative Oversight Commission on Education Accountability at its offices or at a regular meeting of such commission fifteen copies of the following and electronically file notice of approval in the State Register. Electronic copies of the proposed legislative rule shall include the following information:
- (1) The full text of the legislative rule as finally approved by the board agency, with new language underlined and with language to be deleted from any existing rule stricken through but clearly legible;
- (2) A brief summary of the content of the legislative rule and a description and a copy of any existing rule which the agency proposes to amend or repeal;
 - (3) A statement of the circumstances which require the rule;
- 13 (4) A detailed description of the rule's purpose and all proposed changes to the rule;
 - (4) (5) A fiscal note containing all information included in a fiscal note for either house of the Legislature, and a statement of the economic impact of the rule on the state or its residents, and, if there are any adjustments to any fees or other special revenue included in the rule, the fiscal note shall include, for any fund affected by adjustments to fees or other special revenue, the fund name, the fund number, and the past five years of actual revenues and expenses of the fund;
 - (5) Any other information which the commission may request, or which may be required by

20 law

(6) One copy of any relevant federal statutes or regulation

(7) An explanation of the statutory authority for the rule, including a detailed summary of the effect of each provision of the rule with citation to the specific statute which empowers the agency to enact the provision;

- (8) All public comments for each proposed rule. The agency may consolidate substantially similar comments in the interest of efficiency;
- (9) All written responses by the agency to the substance of any public comments received, including whether the agency chose to modify the proposed rule in response to the comments or, if no changes were made, the rationale for declining to incorporate or make any suggested changes responding to the public comments. The agency may consolidate substantially similar responses in the interest of efficiency: *Provided*, That the agency's responses shall address each issue and concern expressed by all comments received; and
- (10) Any other information which the commission may request or which may be required by law. The agency shall submit its final agency-approved rule as required by this subsection.
- (b) The commission shall review each proposed legislative rule and, in its discretion, may hold public hearings thereon. Such The review shall include, but not be limited to, a determination of:
- (1) Whether the <u>board agency</u> has exceeded the scope of its statutory authority in approving the proposed legislative rule;
- (2) Whether the proposed legislative rule is in conformity with the legislative intent of the statute which the rule is intended to implement, extend, apply, interpret, or make specific;
- (3) Whether the proposed legislative rule <u>overlaps</u>, <u>duplicates</u>, <u>or</u> conflicts with any other provision of this code, <u>or with</u> any other rule adopted by the same or a different agency, <u>or any</u> federal statutes or regulations:
 - (4) Whether the proposed legislative rule is necessary to fully accomplish the objectives of

the statute under which the proposed rule was promulgated;

(5) Whether the proposed legislative rule is reasonable, especially as it affects the convenience of the general public or of persons particularly affected by it;

- (6) Whether the proposed legislative rule could be made less complex or more readily understandable by the general public;
- (7) Whether the proposed legislative rule was promulgated proposed for promulgation in compliance with the requirements of this article and with any requirements imposed by any other provision of this code-; and
- (8) Whether federal funding will be impacted by its expiration and explanation as to such how.
- (c) After reviewing the legislative rule, the commission shall recommend that the Legislature:
 - (1) Authorize the board to promulgate promulgation of the legislative rule; or
 - (2) Authorize the board to promulgate promulgation of part of the legislative rule; or
- 60 (3) Authorize the board to promulgate <u>promulgation of</u> the legislative rule with certain amendments or modifications;
 - (4) Recommend that the rule be withdrawn Require the agency to withdraw the rule; or
 - (5) Reject the proposed rule.

The commission shall file notice of its action in the State Register and with the board agency proposing the rule: *Provided*, That when the commission makes the recommendations of subdivision (2), (3) er-(4), or (5) of this subsection, the notice shall contain a statement of the reasons for such the recommendation.

(d) When the commission recommends that a rule be authorized, in whole or in part, by the Legislature, the commission shall instruct its staff or the office of Legislative Services to draft a bill authorizing the board to promulgate promulgation of all or part of the legislative rule and incorporating the amendments recommended by the commission. If the commission recommends

that the rule not be authorized, it shall include in its report a draft of a bill authorizing promulgation of the rule together with a recommendation. Any draft bill prepared under this section shall contain a legislative finding that the rule is within the legislative intent of the statute which the rule is intended to implement, extend, apply, or interpret and shall be available for any member of the Legislature to introduce to the Legislature.

§29A-3A-13. Submission of legislative rules to Legislature.

72

73

74

75

76

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

- (a) No later than 40 days before the 60th day of each regular session of the Legislature, the cochairmen co-chairs of the Legislative Oversight Commission on Education Accountability shall submit to the clerk of the respective houses of the Legislature copies of all proposed legislative rules which have been submitted to and considered by the commission pursuant to §29A-3A-11 of this article code and which have not been previously submitted to the Legislature for study, together with the recommendations of the commission with respect to such the rules, a statement of the reasons for any recommendation that a rule be amended or withdrawn, and a statement that a bill authorizing the legislative rule has been drafted by the staff of the commission or by Legislative Services pursuant to §29A-3A-12 of this article code. The cochairman co-chairs of the commission may also submit such the rules at the direction of the commission at any time before or during a special session in which consideration thereof may be appropriate. The commission may withhold from its report any proposed legislative rule which was submitted to the commission fewer than two hundred ten days before the end of the regular session after the last Friday in July of the previous calendar year: Provided, That in 2025 and every four years thereafter, the commission may withhold from its report any proposed legislative rule which was submitted to the commission after the last Friday in August of the previous calendar year. The clerk of each house shall submit the report to his or her house at the commencement of the next session.
- (b) All bills introduced authorizing the promulgation of a rule may be referred by the Speaker of the House of Delegates and by the President of the Senate to appropriate standing committees of the respective houses for further consideration or the matters may be otherwise

dealt with as each house or its rules provide. The Legislature may by act authorize the board agency to adopt a legislative rule incorporating the entire rule: or may authorize the agency to adopt a rule with any amendments adopted by the Legislature. The clerk of the house originating such the act shall forthwith immediately file a copy of any bill enacted in contemplation of this section in the State Register of authorization enacted with the Secretary of State and with the board agency proposing the rule, and the clerk of each house may prepare and file a synopsis of legislative action during any session on any proposed rule submitted to the house during such the session for which authority to promulgate was not by law provided during such the session. Any number of provisions may be included in a bill of authorization, but the single object of the bill shall be to authorize the promulgation of proposed legislative rules by the agency.

(b)(c) If the Legislature fails during its regular session to act upon during its regular session disapproves all or part of any legislative rule which was submitted to it by the Legislative Oversight Commission on Education Accountability during such the session, the board agency may not thereafter issue any rule or directive or take other action to implement such the rule or part thereof unless and until otherwise authorized to do so, except that the agency may resubmit the same or similar proposed rule to the Legislative Oversight Commission of Education Accountability in accordance with §29A-3A-12 of this code.

(c)(d) Nothing herein shall be construed to prevent the Legislature by law from authorizing, or authorizing and directing, the board agency to promulgate legislative rules not proposed by the board agency or upon which some procedure specified in this chapter is not yet complete.

(d)(e) Whenever the Legislature is convened by proclamation of the Governor, upon his or her own initiative or upon application of the members of the Legislature, or whenever a regular session of the Legislature is extended or convened by the vote or petition of its members, the Legislature may, by act enacted during such the extraordinary or extended session, authorize, in whole or in part, any legislative rule whether submitted to the Legislative Oversight Commission on Education Accountability or not, if legislative action on such the rule during such the session is a

lawful order of business.

(e) Whenever a date is required by this section to be computed in relation to the end of a regular session of the Legislature, such date shall be computed without regard to any extensions of such session occasioned solely by the proclamation of the Governor.

(f) Whenever a date is required to be computed from or is fixed by the first day of a regular session of the Legislature, it shall be computed or fixed in the year one thousand nine hundred eighty-four, and each fourth year thereafter without regard to the second Wednesday of January of such years

(f) As a part of any act that amends Chapter 18B of this code, authorizing the promulgation of a proposed legislative rule or rules, the Legislature may also provide, by general language or with specificity, for the disapproval of rules not approved or acted upon by the Legislature. §29A-3A-14. Adoption of legislative rules; effective date.

- (a) Except as the Legislature may by law otherwise provide, within 60 days after the effective date of an act authorizing promulgation of a legislative rule, the board agency shall promulgate the rule only in conformity with the provisions of law authorizing and directing the promulgation of such the rule.
- (b) A legislative rule authorized by the Legislature shall become is effective thirty days after such upon filing in the State Register, or on the effective date fixed by the authorizing act, or if none is fixed by law, such a later date not to exceed 90 days, as is fixed by the board agency.
- (c) The Secretary of State shall note in the State Register the effective date of an authorized and promulgated legislative rule, and shall file such legislative rule in the State Register in lieu of the proposed legislative rule previously filed pursuant to section seven of this article promptly publish the duly promulgated rule in the Code of State Rules maintained by his or her office.

§29A-3A-15. Withdrawal or modification of proposed rules.

(a) Any legislative rule proposed by the board agency may be withdrawn by the agency any

time before passage of a law authorizing or authorizing and directing its promulgation, but no such action shall be construed to affect the validity, force, or effect of a law enacted authorizing or authorizing and directing the promulgation of an authorized legislative rule or exercising compliance with such the law. The board agency shall file a notice of any such the action to withdraw the rule in the State Register.

(b) At any time before a proposed legislative rule has been submitted by the Legislative Oversight Commission on Education Accountability to the Legislature pursuant to §29A-3A-13 of this article code, the board agency may modify the proposed rule to meet the objections of the commission. The board agency shall file in the State Register a notice of its modifying action, including a copy of the modified rule, but shall not be required to comply with any provisions of this article requiring opportunity for public comment or taking of evidence with respect to such the modification. If a legislative rule has been withdrawn, modified, and then resubmitted to such the commission, the rule shall be considered to have been submitted to such the commission on the date

§29A-3A-16. Emergency legislative rules; procedure for promulgation; definition.

(a) The board agency may, without hearing, find that an emergency exists requiring that an emergency rules be promulgated and promulgate the same emergency rule in accordance with this section. Such The agency shall file the emergency rules, together with a statement of the facts and circumstances constituting the emergency and a listing of state institutions of higher education, agencies, professions, businesses, and other identifiable interest groups affected by the proposed emergency rule, shall be filed in the State Register. and shall become effective immediately upon such filing. The agency's good faith failure to list all known state institutions of higher education, agencies, professions, businesses, and other identifiable interest groups is not a basis for disapproval of the emergency rule, nor does it subject the emergency rule to judicial review. The emergency rule becomes effective upon the approval of the Secretary of State in accordance with §29A-3A-16a of this code or upon the 42nd day following the filing, whichever

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

36

37

occurs first. Such The emergency rules may adopt, amend, or repeal any legislative rule, but the agency shall state with particularity the circumstances constituting the emergency requiring such the adoption, amendment, or repeal, shall be stated with particularity and be the emergency rule is subject to de novo review by any court having original jurisdiction of an action challenging their its validity. Fifteen copies of the rules and of the required statement shall be filed forthwith with the Legislative Oversight commission on education accountability The agency shall immediately file a copy of the emergency rule and the required statement with the Secretary of State and the Legislative Oversight Commission on Education Accountability.

(b) An emergency rule shall be is effective for not more than 15 months and shall expires earlier if any of the following occurs:

(1) The Secretary of State, acting under the authority provided for in §29A-3A-16a of this article code, disapproves the emergency rule because: (A) The emergency rule or an amendment to the emergency rule exceeds the scope of the law authorizing or directing the promulgation thereof of the rule; (B) an emergency does not exist justifying the promulgation of the emergency rule; or (C) the emergency rule was not promulgated in compliance with the provisions of this section. An emergency rule may not be disapproved pursuant to the authority granted by paragraphs (A) or (B) of this subdivision on the basis that the Secretary of State disagrees with the underlying public policy established by the Legislature in enacting the supporting authorizing legislation. An emergency rule which would otherwise be approved as being necessary to comply with a time limitation established by this code or by a federal statute or regulation may not be disapproved pursuant to the authority granted by paragraphs (A) or (B) of this subdivision on the basis that the board agency has failed to file the emergency rule prior to the date fixed by such the time limitation. When the supporting authorizing statute specifically directs the board agency to promulgate an emergency rule, or specifically finds that an emergency exists and directs the promulgation of an emergency rule, the emergency rule may not be disapproved pursuant to the authority granted by paragraph (B) of this subdivision. An emergency rule may not be disapproved

on the basis that the Legislature has not specifically directed the board agency to promulgate the emergency rule or has not specifically found that an emergency exists and directed the promulgation of an emergency rule.

- (2) The board agency has not previously filed and fails to file a notice of public hearing on the proposed rule within sixty 30 days of the date the proposed rule was filed as an emergency rule, in which case the emergency rule expires on the sixty-first 31st day.
- (3) The board agency has not previously filed and fails to file the proposed rule as approved by the agency following the close of the public comment period with the Legislative Oversight Commission on Education Accountability within one hundred eighty 90 days of the date the proposed rule was filed as an emergency rule, in which case the emergency rule expires on the one hundred eighty-first 91st day.
- (4) The Legislature has authorized or directed promulgation of an authorized legislative rule dealing with substantially the same subject matter since such the emergency rule was first promulgated, and in which case the emergency rule expires on the date the authorized rule is made effective; or
- (5) The Legislature has, by law, disapproved of such the emergency rule, in which case the emergency rule expires on the date the law become effective.
- (b)(c) Any amendment to an emergency rule made by the board agency shall be filed in the State Register and does not constitute a new emergency rule for the purpose of acquiring additional time or avoiding the expiration dates in subdivision (2), (3), (4) or (5), subsection (a) of this section: *Provided*, That the emergency amendment becomes effective upon the approval of the Secretary of State in accordance with section §29A-3-16a of this code or upon the 42nd day following the filing, whichever occurs first.
- (c)(d) Once an emergency rule expires due to the conclusion of 15 months or due to the effect because of subdivision (2), (3), (4) or (5), subsection (a) of this section, the board agency may not refile the same or similar rule as an emergency rule.

(d) Emergency legislative rules currently in effect under the prior provisions of this section may be refiled under the provisions of this section

- (e) The provision agency may not use the provisions of this section shall not be used to avoid or evade any provision of this article or any other provisions of this code, including any provisions for legislative review and approval of proposed rules. Any emergency rule promulgated for any such that purpose may be contested in a judicial proceeding before a court of competent jurisdiction.
- (f) The Legislative Oversight eCommission on eEducation aAccountability may review any emergency rule to determine: (1) whether the board agency has exceeded the scope of its statutory authority in promulgating the emergency rule; (2) whether there exists an emergency justifying the promulgation of such the emergency rule; and (3) whether the emergency rule was promulgated in compliance with the requirements and prohibitions contained in this section. The commission may recommend to the board agency, the Legislature, or the Secretary of State such any action as it may deem proper determines appropriate.
- (g) For the purposes of this section, an emergency exists when the promulgation of a <u>an</u> <u>emergency</u> rule is necessary: (1) for the immediate preservation of the public peace, health, safety or welfare; <u>or is necessary</u> (2) to comply with a time limitation established by this code or by a federal statute or regulation; or (3) to prevent substantial harm to the public interest. §29A-3A-16a. Disapproval of emergency rules by the Secretary of State; judicial review.
- (a) Upon the filing of an emergency rule <u>or filing of an amendment to an emergency rule</u> by the <u>board agency</u>, under the provisions of §29A-3A-16 of this <u>article code</u>, the Secretary of State shall review <u>such the emergency</u> rule <u>or the amendment to the emergency rule</u> and, within 42 days of <u>such the agency's</u> filing, shall issue a decision as to whether <u>or not such the</u> emergency rule <u>or the amendment to an emergency rule</u> should be disapproved.
- (b) The Secretary of State shall disapprove an emergency rule <u>or an amendment to an</u> <u>emergency rule</u> if he <u>or she</u> determines:

(1) That the emergency rule or an amendment to the emergency rule exceeds the scope of the law authorizing or directing the promulgation thereof; or

- (2) That an emergency does not exist justifying the promulgation of the emergency rule or the filing of an amendment to the emergency rule; or
- (3) That the emergency rule or an amendment to the emergency rule was not promulgated in compliance with §29A-3A-16 of this article code.
- (c) If the Secretary of State determines, based upon the contents of the rule or the supporting information filed by the beard agency, that the emergency rule should be disapproved, he or she may disapprove such the rule without further investigation, notice, or hearing. If, however, the Secretary of State concludes that the information submitted by the beard agency is insufficient to allow a proper determination to be made as to whether the emergency rule should be disapproved, he or she may make further investigation, including, but not limited to, requiring the beard agency or other interested parties to submit additional information or comment or fixing a date, time, and place for the taking of evidence on the issues involved in making a determination under the provisions of this section.
- (d) If the Secretary of State determines, based upon the contents of the amendment to an emergency rule or the supporting information filed by the agency, that the amendment to the emergency rule should be disapproved, he or she may disapprove the amendment without further investigation, notice, or hearing. If, however, the Secretary of State concludes that the information submitted by the agency is insufficient to allow a proper determination to be made as to whether the amendment should be disapproved, he or she may make further investigation, including, but not limited to, requiring the agency or other interested parties to submit additional information or comment or fixing a date, time, and place for the taking of evidence on the issues involved in making a determination under the provisions of this section.
- (d) (e) The determination of the Secretary of State shall be is reviewable by the Supreme Court of Appeals under its original jurisdiction, based upon a petition for a writ of mandamus,

34	prohibition, of or certiorari, as appropriate. Such The proceeding may be instituted by:
35	(1) The board agency that promulgated the emergency rule;
36	(2) A member of the Legislature; or
37	(3) Any person whose personal property interests will be significantly affected by the
38	approval or disapproval of the emergency rule by the Secretary of State.
	§29A-3A-17. Legislative review of procedural rules, interpretive rules, and existing
	legislative rules.
1	(a) The Legislative Oversight Commission on Education Accountability may review any
2	procedural rules, interpretive rules, or existing legislative rules of the agency to determine if the
3	rule is achieving its purpose and based on its determination may make recommendations
4	concerning such rules to the Legislature or to the board or to both the Legislature and the board if
5	the rule should be continued, amended, or repealed.
6	(b) Following the review, the Legislative Oversight Commission of Education
7	Accountability shall make recommendations regarding the rules to the agency and to the Joint
8	Committee on Government and Finance.
	§29A-3A-18. Prior rules.
1	Any rule lawfully promulgated prior to the effective date of this chapter the amendments
2	made to this chapter during the 2023 Legislative session shall remain in full force and effect until:
3	(1) Such The rule is expressly made ineffective by the provisions of this chapter; or
4	(2) Such The rule should expires by reason of failure to refile the same it as provided in
5	§29A-2-5 of this code, or expires pursuant to its own terms and provisions lawfully made before
6	the effective date of this section; or
7	(3) Such The rule is repealed by the lawful act of the board agency in conformity with this
8	chapter; or
	• /
9	(4) Such The rule is invalidated by an act of the Legislature or the force and effect of

§29A-3A-20. Sunset provision in rules.

- (a) Any new legislative rule promulgated pursuant to this article after April 1, 2016, shall include a sunset provision terminating the rule after five years: on August 1 of the fifth year following its promulgation: *Provided*, That the rule may be renewed for additional terms of five years or less by the Legislature pursuant to the rulemaking procedures and authority in this article: *Provided*, *however*, That if a different sunset or termination provision exists in the statute under which the proposed rule is promulgated, the enabling statute's provision shall control: *Provided further*, That this subsection shall not apply to emergency rules promulgated pursuant to §29A-3A-16 of this article code.
- (b) Any legislative rule existing as of April 1, 2016, that is thereafter modified amended pursuant to this article shall include a sunset provision as part of the modification setting forth a termination date for the rule: terminating the rule on August 1 of the applicable year as part of the amendment: *Provided*, That the rule may be renewed for additional terms of years by the Legislature pursuant to the rulemaking procedures and authority in this article: *Provided*, *however*, That if a different sunset or termination provision exists in the statute under which the proposed legislative rule is promulgated, the enabling statute's provision shall control controls: *Provided further*, That this subsection shall not apply to emergency rules promulgated pursuant to §29A-3A-16 of this article code.
- (c) The existence of a sunset provision terminating a <u>legislative</u> rule shall not preclude the repeal of <u>such the legislative</u> rule by the Legislature prior to the <u>expiration of the sunset provision</u> <u>its termination</u>.
- (d) As part of its rule review under this article, the Legislative Oversight Commission on Education Accountability is authorized to may establish a procedure for timely review of a Legislative rule prior to its expiration termination if the board agency has affirmatively sought renewal prior to expiration. The procedure may include a requirement that the board agency show cause as to why the expiring terminating legislative rule is required and necessary to be continued

for another term of years.

(e) The Secretary of State shall provide notice to the beard agency and the Legislative Oversight Commission on Education Accountability at least 18 months prior to every legislative rule's sunset termination date. The agency has 60 days from receipt of the notice to file the legislative rule with the Secretary of State and the Legislative Oversight Commission on Education Accountability affirmatively seeking renewal of the legislative rule: *Provided*, That, if the legislative rule that is scheduled to sunset is not being amended or changed, except for a new sunset date, the rule is not subject to the public comment period requirements contained in §29A-3A-6 of this code. The Legislative Oversight Commission on Education Accountability, as part of its rule review under this article, may begin reviewing a legislative rule upon its filing.

(f) If the agency has promulgated a legislative rule with a sunset date prior to May 1 of the applicable year, the agency may file a technical amendment with the Secretary of State for the purpose of establishing a sunset date of August 1 of the applicable year.

(g) The Secretary of State shall file a notice of sunset in the State Register within 30 days following the expiration of a legislative rule.

NOTE: The purpose of this bill is to authorize rulemaking changes to the terms used, procedure, and reporting duties in higher education.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.