By: West

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A BILL TO BE ENTITLED AN ACT 1 2 relating to requiring a state agency to consider legislative intent 3 during the process of adopting an agency rule. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Section 2001.032, Government Code, is amended to 6 read as follows: Sec. 2001.032. CONSIDERATION OF LEGISLATIVE INTENT [REVIEW]. 7 (a) In this section, a reference to the law under which a rule is or 8 9 would be adopted includes a reference to the law that authorizes a state agency to adopt the rule and to the law that the rule would 10 11 implement or enforce. 12 (b) Before a state agency gives notice of its intention to adopt a rule under Sections 2001.023 and 2001.024, the agency 13 14 shall: (1) determine whether a statement or discussion of 15 16 legislative intent was entered into the journals of the senate or house of representatives in connection with legislation that became 17 18 law and that added, amended, or clearly affected the law under which the rule would be adopted; 19 (2) ensure that the proposed rule is consistent with 20 21 the legislature's intent in enacting or otherwise affecting the law under which the rule would be adopted; and 22 23 (3) inform each author and sponsor of legislation that became law and that added, amended, or clearly affected the law 24

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1	under which the rule would be adopted, if the person is still a
2	member of the legislature, that the adoption of a rule related to
3	the member's legislation is being considered.
4	(c) The state agency shall deliver a copy of the notice of
5	the proposed rule required by Sections 2001.023 and 2001.024 to
6	each member of the legislature described by Subsection (b)(3)
7	concurrently with the agency's filing of the notice with the
8	secretary of state. Not later than the seventh day before the date
9	the state agency considers the rule for final adoption, the agency
10	shall also deliver to the member a copy of the rule as proposed for
11	final adoption if the text of the rule differs from the text of the
12	proposed rule published under Section 2001.024 and shall solicit
13	comment from the member regarding the changed text of the proposed
14	rule. The state agency also shall:
15	(1) timely inform the member of the time and place of
16	any public hearing or informal conference held in connection with
17	the contemplated rulemaking and allow the member to participate;
18	and
19	(2) invite the member to participate as a member of any
20	advisory committee the state agency appoints in connection with the
21	contemplated rulemaking.
22	(d) The state agency shall deliver a copy of an emergency
23	rule adopted under Section 2001.034 and the written reasons for its
24	adoption to each member of the legislature described by Subsection
25	(b)(3) with respect to the law under which the emergency rule was
26	adopted concurrently with the agency's filing of the rule and the
27	reasons for its adoption with the secretary of state. If the state

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1	agency gives an abbreviated notice or conducts a hearing in
2	connection with the adoption of the emergency rule, the agency
3	shall also promptly furnish the member with a copy of the notice and
4	shall timely inform the member of the time and place of any hearing.
5	[Each house of the legislature by rule shall establish a process
6	under which the presiding officer of each house refers each
7	proposed state agency rule to the appropriate standing committee
8	for review before the rule is adopted.
9	[(b) A state agency shall deliver to the lieutenant governor
10	and the speaker of the house of representatives a copy of the notice
11	of a proposed rule when the agency files notice with the secretary
12	of state under Section 2001.023.
13	[(c) On the vote of a majority of its members, a standing
14	committee may send to a state agency a statement supporting or
15	opposing adoption of a proposed rule.]
15 16	<pre>opposing adoption of a proposed rule.] SECTION 2. Section 2001.024(a), Government Code, is amended</pre>
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16 17 18 19 20	<pre>SECTION 2. Section 2001.024(a), Government Code, is amended to read as follows: (a) The notice of a proposed rule must include: (1) a brief explanation of the proposed rule; (2) the text of the proposed rule, except any portion</pre>
16 17 18 19 20 21	<pre>SECTION 2. Section 2001.024(a), Government Code, is amended to read as follows: (a) The notice of a proposed rule must include: (1) a brief explanation of the proposed rule; (2) the text of the proposed rule, except any portion omitted under Section 2002.014, prepared in a manner to indicate</pre>
16 17 18 19 20 21 22	<pre>SECTION 2. Section 2001.024(a), Government Code, is amended to read as follows: (a) The notice of a proposed rule must include: (1) a brief explanation of the proposed rule; (2) the text of the proposed rule, except any portion omitted under Section 2002.014, prepared in a manner to indicate any words to be added or deleted from the current text;</pre>
16 17 18 19 20 21 22 23	<pre>SECTION 2. Section 2001.024(a), Government Code, is amended to read as follows: (a) The notice of a proposed rule must include: (1) a brief explanation of the proposed rule; (2) the text of the proposed rule, except any portion omitted under Section 2002.014, prepared in a manner to indicate any words to be added or deleted from the current text; (3) a statement of the statutory or other authority</pre>
16 17 18 19 20 21 22 23 24	<pre>SECTION 2. Section 2001.024(a), Government Code, is amended to read as follows: (a) The notice of a proposed rule must include: (1) a brief explanation of the proposed rule; (2) the text of the proposed rule, except any portion omitted under Section 2002.014, prepared in a manner to indicate any words to be added or deleted from the current text; (3) a statement of the statutory or other authority under which the rule is proposed to be adopted, including:</pre>

(C) a certification that the state agency has 1 2 complied with Section 2001.032(b) in connection with the proposed 3 rule; 4 (D) citations to all statements or discussions of legislative intent described by Section 2001.032(b)(1) in the 5 6 journals of the senate and house of representatives; and 7 (E) [(C)] a certification that the proposed rule has been reviewed by legal counsel and found to be: 8 9 (i) within the state agency's authority to 10 adopt; and (ii) consistent with the intent of the 11 12 legislature in enacting or otherwise affecting the law under which the rule would be adopted, as described by Section 2001.032(a); 13 14 (4) a fiscal note showing the name and title of the 15 officer or employee responsible for preparing or approving the note and stating for each year of the first five years that the rule will 16 be in effect: 17 the additional estimated cost to the state (A) 18 19 and to local governments expected as a result of enforcing or administering the rule; 20 (B) the estimated reductions in costs to the 21 state and to local governments as a result of enforcing or 22 administering the rule; 23 24 (C) the estimated loss or increase in revenue to 25 the state or to local governments as a result of enforcing or 26 administering the rule; and 27 (D) if applicable, that enforcing or

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S.B. No. 95 administering the rule does not have foreseeable implications 1 2 relating to cost or revenues of the state or local governments; 3 a note about public benefits and costs showing the (5) 4 name and title of the officer or employee responsible for preparing 5 or approving the note and stating for each year of the first five years that the rule will be in effect: 6 7 (A) the public benefits expected as a result of adoption of the proposed rule; and 8 9 (B) the probable economic cost to persons 10 required to comply with the rule; (6) the local employment impact statement prepared 11 under Section 2001.022, if required; 12 (7) a request for comments on the proposed rule from 13 14 any interested person; and 15 (8) any other statement required by law. SECTION 3. Section 2001.033, Government Code, is amended to 16 17 read as follows: Sec. 2001.033. STATE AGENCY ORDER ADOPTING RULE. (a) 18 А 19 state agency order finally adopting a rule must include: (1) a reasoned justification for the rule as adopted 20 21 consisting solely of: a summary of comments received from parties 22 (A) and of any written comments received from members of the 23 24 legislature interested in the rule that shows the names of interested groups or associations offering comment on the rule and 25 26 of members of the legislature offering written comment on the rule 27 and whether they were for or against its adoption;

S.B. No. 95 a summary of the factual basis for the rule as 1 (B) adopted which demonstrates a rational connection between the 2 factual basis for the rule and the rule as adopted; and 3 4 (C) the reasons why the agency disagrees with 5 party submissions and proposals and with any written comments or proposals offered by a member of the legislature; 6 7 a concise restatement of the particular statutory (2) 8 provisions under which the rule is adopted and of how the agency 9 interprets the provisions as authorizing or requiring the rule; and (3) a certification that the rule, as adopted, has 10 been reviewed by legal counsel and found to be: 11 12 (A) a valid exercise of the agency's legal 13 authority; and 14 (B) consistent with the intent of the legislature 15 in enacting or otherwise affecting the law under which the rule is adopted, as described by Section 2001.032(a). 16 17 (b) Nothing in this section shall be construed to require additional analysis of alternatives not adopted by an agency beyond 18 that required by <u>Subsection (a)(1)(C)</u> [Subdivision (1)(C)] or to 19 require the reasoned justification to be stated separately from the 20 statements required in <u>Subsection (a)(1)</u> [Subdivision (1)]. 21 SECTION 4. The change in law made by this Act applies only 22 in relation to: 23 24 (1)a state agency rule for which notice of the rule as 25 proposed is first published in the Texas Register under Sections 2001.023 and 2001.024, Government Code, on or after October 1, 26 2003; or 27

S.B. No. 95 (2) an emergency rule adopted on or after September 15,2003. 3 SECTION 5. This Act takes effect September 1,2003.