# SENATE BILL 396

Introduced by Meyer, et al.

2/11	Introduced
2/11	Referred to State Administration
2/13	Fiscal Note Requested
2/15	Hearing
2/17	Committee ReportBill Passed as
	Amended
2/18	Fiscal Note Received
2/20	2nd Reading Passed
2/20	Fiscal Note Printed
2/21	3rd Reading Passed

Transmitted to House

3/04	Referred to Judiciary
3/22	Hearing
3/23	Tabled in Committee

### 51st Legislature

LC 1212/01

aster BILL NO. 396 1 GEILOSE 2 INTRODUCED BY Menny Y REQUEST OF THE GOVERNOR Titteras LOW ING THE GOVERNOR ON TO REVIEW EXISTING ADMINISTRATIVE 6 RULES AND MAKE RECOMMENDATIONS TO THE GOVERNOR, WHO MAY THEN 7 ORDER CHANGES IN THE RULES; AND PROVIDING AN IMMEDIATE 8 9 EFFECTIVE DATE AND A TERMINATION DATE." 10

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11

NEW SECTION. Section 1. Governor's commission 12 to 13 review existing rules -- recommendations to and rule changes by the governor. (1) The governor may establish, within the 14 office of the governor, a commission to review all 15 administrative rules contained in the Administrative Rules 16 of Montana on [the effective date of this act]. The governor 17 18 may:

19 (a) determine the size of the commission and appoint 20 its members and a chairman;

21 (b) determine the qualifications and term of each 22 member, who serves at the pleasure of the governor;

23 (c) set the salary and expenses of commission members; 24 (d) establish or delegate to the chairman the power to 25 establish a meeting schedule and rules of order for the commission; and

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(e) remove commissioners.

(2) The commission shall review all administrative rules contained in the Administrative Rules of Montana on 5 [the effective date of this act]. In reviewing rules, the 6 commission shall:

7 (a) consider the fiscal and other economic impacts on 8 the public and private sectors of the state;

9 (b) seek to coordinate the rules of the various 10 agencies and to ensure that they do not conflict with each 11 other or send conflicting signals to or impose conflicting 12 requirements on those subject to the rules;

13 (c) determine whether each rule is necessary;

14 (d) consider the substance of each rule and its effect 15 on those subject to the rule;

16 (e) review the adequacy of the agency's rationale for 17 the rule and whether the rule is reasonably necessary to effectuate the purpose of the code section or sections 18 19 implemented; and

20 (f) determine whether there is authority for the rule 21 and whether the rule implements a code section and does so without conflicting with the section, other law, or 22 23 legislative intent.

24 (3) The commission shall make recommendations for rule 25 amendments, repeals, and new rules to the governor at times,

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INTRODUCED BILL

SB 396



LC 1212/01

#### LC 1212/01

by the method, and in the form requested by the governor. 1 (4) The governor may in writing order an executive 2 branch agency, as defined in 2-15-102, to amend or repeal 3 rules or adopt new rules, as specified by the governor. The 4 agency shall then file a rule notice of intended action with 5 the secretary of state, as ordered by the governor. If a 6 notice of adoption that will be published in the Montana 7 Administrative Register contains any changes from the rule 8 notice of intended action, the notice of adoption must be 9 submitted to the governor for review and he may, within 30 10 days, order the agency to make changes in the notice of 11 12 adoption.

<u>NEW SECTION.</u> Section 2. Effective date. [This act] is
 effective on passage and approval.

15 <u>NEW SECTION.</u> Section 3. Termination date. [This act]
16 terminates 4 years after [the effective date of this act].

-End-

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## STATE OF MONTANA - FISCAL NOTE Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB396, as introduced.

## DESCRIPTION OF PROPOSED LEGISLATION:

An act allowing the Governor to establish a commission to review existing administrative rules and make recommendations to the Governor, who may then order changes in the rules; and providing an immediate effective date and a termination date.

## ASSUMPTIONS:

- 1. Effective on passage and approval and terminates four years after effective date.
- 2. Commission will consist of five members from throughout Montana.

3. Commission members will be private citizens. Members will receive no pay, but will receive travel expenses.

4. Commission will meet for the first six months of FY90. There will be no meetings in FY91.

FISCAL IMPACT:		FY90			FY91	
	Current	Proposed		Current	Proposed	
Expenditures:	Law	Law	Difference	Law	Law	Difference
Operacing Expenses	\$ -0-	\$ 4,300	\$ 4,500	3 -0-	€ -0-	\$ -0-
Funding: General Fun	nd					

DATE

RAY SHACKLEFORD, BUDGET DIRECTOR OFFICE OF BUDGET AND PROGRAM PLANNING

DATE DARRYL MEYER PRIMARY SPONSOR

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Fiscal Note for SE396, as introduced

51st Legislature

#### SB 0396/02

#### APPROVED BY COMMITTEE ON STATE ADMINISTRATION

1	SENATE BILL NO. 396	1	member, who serves at the pleasure of the governor;
2	INTRODUCED BY MEYER, PHILLIPS, CLARK, GRINDE, CAMPBELL,	2	(c) set the salary and expenses of commission members;
3	HANSON, ZOOK, HOFFMAN, DEBRUYCKER, REHBERG, GIACOMETTO,	3	(d) establish or delegate to the chairman the power to
4	KASTEN, MERCER, BECK, PATTERSON, HAMMOND, RAMIREZ,	4	establish a meeting schedule and rules of order for the
5	THOFT, COBB, HARP, ROTH, GALT, STORY, FARRELL,	5	commission; and
6	NOBLE, MCLANE, THAYER, GAGE, JENKINS	6	(e) remove commissioners.
7	BY REQUEST OF THE GOVERNOR	7	(2) The EXCEPT AS PROVIDED IN SUBSECTION (5), THE
8		8	commission shall review all administrative rules contained
9	A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING THE GOVERNOR	9	in the Administrative Rules of Montana on [the effective
10	TO ESTABLISH A COMMISSION TO REVIEW EXISTING ADMINISTRATIVE	10	date of this act). In reviewing rules, the commission shall:
11	RULES AND MAKE RECOMMENDATIONS TO THE GOVERNOR, WHO MAY THEN	11	(a) consider the fiscal and other economic impacts on
12	ORDER CHANGES IN THE RULES; AND PROVIDING AN IMMEDIATE	12	the public and private sectors of the state;
13	EFFECTIVE DATE AND A TERMINATION DATE."	13	(b) seek to coordinate the rules of the various
14		14	agencies and to ensure that they do not conflict with each
15	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	15	other or send conflicting signals to or impose conflicting
16	NEW SECTION. Section 1. Governor's commission to	16	requirements on those subject to the rules;
17	review existing rules recommendations to and rule changes	17	<ul><li>(c) determine whether each rule is necessary;</li></ul>
18	by the governor. (1) The EXCEPT AS PROVIDED IN SUBSECTION	18	(d) consider the substance of each rule and its effect
19	(5), THE governor may establish, within the office of the	19	on those subject to the rule;
20	governor, a commission to review all administrative rules	20	(e) review the adequacy of the agency's rationale for
21	contained in the Administrative Rules of Montana on [the	21	the rule and whether the rule is reasonably necessary to
22	effective date of this act]. The governor may:	22	effectuate the purpose of the code section or sections
23	(a) determine the size of the commission and appoint	23	implemented; and
24	its members and a chairman;	24	(f) determine whether there is authority for the rule
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Montana Legislative Council

# SECOND READING

#### SB 0396/02

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without conflicting with the section, other law, or
 legislative intent.

3 (3) The EXCEPT AS PROVIDED IN SUBSECTION (5), THE
4 commission shall make recommendations for rule amendments,
5 repeals, and new rules to the governor at times, by the
6 method, and in the form requested by the governor.

7 (4) The EXCEPT AS PROVIDED IN SUBSECTION (5), THE 8 governor may in writing order an executive branch agency, as 9 defined in 2-15-102, to amend or repeal rules or adopt new 10 rules, as specified by the governor. The agency shall then file a rule notice of intended action with the secretary of 11 state, as ordered by the governor. If a notice of adoption 12 13 that will be published in the Montana Administrative Register contains any changes from the rule notice of 14 15 intended action, the notice of adoption must be submitted to the governor for review and he may, within 30 days, order 16 17 the agency to make changes in the notice of adoption.

18 (5) THIS SECTION DOES NOT APPLY TO THE ATTORNEY
19 GENERAL, STATE AUDITOR, SECRETARY OF STATE, DEPARTMENT OF
20 PUBLIC SERVICE REGULATION, OR SUPERINTENDENT OF PUBLIC
21 INSTRUCTION.

NEW SECTION. Section 2. Effective date. [This act] is
effective on passage and approval.

 24 <u>NEW SECTION.</u> Section 3. Termination date. [This act]
 25 terminates 4 years after [the effective date of this act]. -End-

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SB 396

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THIRD READING

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#### SB 0396/02

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