## **HOUSE BILL No. 5971**

April 25, 2006, Introduced by Reps. Acciavatti, Ball, Gosselin, Taub and Schuitmaker and referred to the Committee on Judiciary.

A bill to amend 1969 PA 306, entitled "Administrative procedures act of 1969,"

by amending sections 7, 31, 38, and 44 (MCL 24.207, 24.231, 24.238, and 24.244), section 7 as amended by 2000 PA 216, section 31 as amended by 1989 PA 288, and section 44 as amended by 2004 PA 23.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 7. "Rule" means an agency regulation, statement,
- 2 standard, policy, ruling, or instruction of general applicability
- 3 that implements or applies law enforced or administered by the
- 4 agency, or that prescribes the organization, procedure, or practice
- 5 of the agency, including the amendment, suspension, or rescission
- 6 of the law enforced or administered by the agency. Rule does not
- include any of the following:
  - (a) A resolution or order of the state administrative board.

- 1 (b) A formal opinion of the attorney general.
- 2 (c) A rule or order establishing or fixing rates or tariffs.
- 3 (d) A rule or order pertaining to game and fish and
- 4 promulgated under parts 401, 411, and 487 of the natural resources
- 5 and environmental protection act, 1994 PA 451, MCL 324.40101 to
- 6 324.40119, 324.41101 to 324.41105, and 324.48701 to 324.48740.
- 7 (e) A rule relating to the use of streets or highways, the
- 8 substance of which is indicated to the public by means of signs or
- 9 signals.
- 10 (f) A determination, decision, or order in a contested case.
- 11 (g) An intergovernmental, interagency, or intra-agency
- 12 memorandum, directive, or communication that does not affect the
- 13 rights of, or procedures and practices available to, the public.
- 14 (h) A form with instructions, an interpretive statement, a
- 15 guideline, A POLICY DIRECTIVE, an informational pamphlet, or other
- 16 material that in itself does not have the force and effect of law
- 17 but is merely explanatory.
- 18 (i) A declaratory ruling or other disposition of a particular
- 19 matter as applied to a specific set of facts involved.
- 20 (j) A decision by an agency to exercise or not to exercise a
- 21 permissive statutory power, although private rights or interests
- 22 are affected.
- 23 (k) Unless another statute requires a rule to be promulgated
- 24 under this act, a rule or policy that only concerns the inmates of
- 25 a state correctional facility and does not directly affect other
- 26 members of the public, except that a rule that only concerns
- 27 inmates which was promulgated before December 4, 1986, shall be

- 1 considered a rule and shall remain in effect until rescinded but
- 2 shall not be amended. As used in this subdivision, "state
- 3 correctional facility means a facility or institution that houses
- 4 an inmate population under the jurisdiction of the department of
- 5 corrections.
- **6 (K)** -(l) A rule establishing special local watercraft controls
- 7 promulgated under former 1967 PA 303. A rule described in this
- 8 subdivision may be rescinded as provided in section 80113(2) of the
- 9 natural resources and environmental protection act, 1994 PA 451,
- **10** MCL 324.80113.
- 11 (1) -(m) All of the following, after final approval by the
- 12 certificate of need commission or the statewide health
- 13 coordinating council under section 22215 or 22217 of the public
- 14 health code, 1978 PA 368, MCL 333.22215: and 333.22217:
- 15 (i) The designation, deletion, or revision of covered medical
- 16 equipment and covered clinical services.
- 17 (ii) Certificate of need review standards.
- 18 (iii) Data reporting requirements and criteria for determining
- 19 health facility viability.
- (iv) Standards used by the department of community health in
- 21 designating a regional certificate of need review agency.
- 22 (v) The modification of the 100 licensed bed limitation for
- 23 short-term nursing care programs set forth in section 22210 of the
- 24 public health code, 1978 PA 368, MCL 333.22210.
- 25 (M) -(n) A policy developed by the family independence agency
- 26 under section 6(3) of the social welfare act, 1939 PA  $\frac{250}{100}$  280,
- 27 MCL 400.6, setting income and asset limits, types of income and

- 1 assets to be considered for eligibility, and payment standards for
- 2 administration of assistance programs under that act.
- 3 (N)  $\frac{1}{1}$  A policy developed by the family independence agency
- 4 under section 6(4) of the social welfare act, 1939 PA 280, MCL
- 5 400.6, to implement requirements that are mandated by federal
- 6 statute or regulations as a condition of receipt of federal funds.
- 7 (O) —(p) The provisions of an agency's contract with a public
- 8 or private entity including, but not limited to, the provisions of
- 9 an agency's standard form contract.
- 10 (P)  $\frac{(q)}{(q)}$  A policy developed by the department of community
- 11 health under the authority granted in section 111a of the social
- 12 welfare act, 1939 PA 280, MCL 400.111a, to implement policies and
- 13 procedures necessary to operate its health care programs in
- 14 accordance with an approved state plan or in compliance with state
- 15 statute.
- 16 Sec. 31. (1) Rules -which THAT became effective before July
- 17 1, 1970 continue in effect until amended or rescinded.
- 18 (2) When a law authorizing or directing an agency to
- 19 promulgate rules is repealed and substantially the same rule-making
- 20 power or duty is vested in the same or a successor agency by a new
- 21 provision of law or the function of the agency to which the rules
- 22 are related is transferred to another agency, by law or executive
- 23 order, the existing rules of the original agency relating thereto
- 24 TO THAT AGENCY continue in effect until amended or rescinded, and
- 25 the agency or successor agency may rescind any rule relating to the
- 26 function. When a law creating an agency or authorizing or directing
- 27 it to promulgate rules is repealed or the agency is abolished and

- 1 substantially the same rule-making power or duty is not vested in
- 2 the same or a successor agency by a new provision of law and the
- 3 function of the agency to which the rules are related is not
- 4 transferred to another agency, the existing applicable rules of the
- 5 original agency are automatically rescinded as of the effective
- 6 date of the repeal of such law or the abolition of the agency.
- 7 (3) The rescission of a rule does not revive a rule which was
- 8 previously rescinded.
- **9** (4) The amendment or rescission of a valid rule does not
- 10 defeat or impair a right accrued, or affect a penalty incurred,
- 11 under the rule.
- 12 (5) Except in the case of the amendment of rules concerning
- 13 inmates as described in section 7(k), a A rule may be amended or
- 14 rescinded by another rule which constitutes the whole or a part of
- 15 a filing of rules or as a result of an act of the legislature.
- 16 Sec. 38. —A— EXCEPT FOR A RULE INVOLVING A STATE CORRECTIONAL
- 17 FACILITY AS DESCRIBED IN SECTION 44(2)(B), A person may request an
- 18 agency to promulgate a rule. Within 90 days after filing of a
- 19 request, the agency shall initiate the processing of a rule or
- 20 issue a concise written statement of its principal reasons for
- 21 denial of the request. The denial of a request is not subject to
- 22 judicial review.
- 23 Sec. 44. (1) Sections 41 and 42 do not apply to an amendment
- 24 or rescission of a rule that is obsolete or superseded, or that is
- 25 required to make obviously needed corrections to make the rule
- 26 conform to an amended or new statute or to accomplish any other
- 27 solely formal purpose, if a statement to that effect is included in

- 1 the legislative service bureau certificate of approval of the rule.
- 2 (2) Sections 41 and 42 do not apply to —a— THE FOLLOWING:
- 3 (A) A rule that is promulgated under the Michigan occupational
- 4 safety and health act, 1974 PA 154, MCL 408.1001 to 408.1094, that
- 5 is substantially similar to an existing federal standard that has
- 6 been adopted or promulgated under the occupational safety and
- 7 health act of 1970, Public Law 91-596, 84 Stat. 1590. However,
- 8 notice
- 9 (B) A RULE OR POLICY THAT ONLY CONCERNS THE INMATES OF A STATE
- 10 CORRECTIONAL FACILITY AND DOES NOT DIRECTLY AFFECT OTHER MEMBERS OF
- 11 THE PUBLIC. AS USED IN THIS SUBDIVISION, "STATE CORRECTIONAL
- 12 FACILITY" MEANS A FACILITY OR INSTITUTION THAT HOUSES AN INMATE
- 13 POPULATION UNDER THE JURISDICTION OF THE DEPARTMENT OF CORRECTIONS.
- 14 (3) NOTICE of the proposed rule PROMULGATED UNDER SUBSECTION
- 15 (2) shall be published in the Michigan register at least 35 days
- 16 before the submission of the rule to the secretary of state
- 17 pursuant to section 46(1). A reasonable period, not to exceed 21
- 18 days, shall be provided for the submission of written or electronic
- 19 comments and views following publication in the Michigan register.
- 20 (4) -(3) For purposes of subsection (2) AS USED IN THIS
- 21 SECTION, "substantially similar" means identical, with the
- 22 exception of style or format differences needed to conform to this
- 23 or other state laws, as determined by the STATE office of
- 24 regulatory reform ADMINISTRATIVE HEARINGS AND RULES pursuant to
- **25** section 45(1).