23.0825.02000

FIRST ENGROSSMENT

Sixty-eighth Legislative Assembly of North Dakota

ENGROSSED HOUSE BILL NO. 1344

Introduced by

Representatives Koppelman, Kasper, Louser, Satrom, Toman Senators Clemens, Lemm, Paulson, Vedaa

- 1 A BILL for an Act to amend and reenact sections 28-32-14 and 28-32-17 and subsection 1 of
- 2 section 28-32-18 of the North Dakota Century Code, relating to the attorney general's review of
- 3 proposed administrative rules and the authority of the administrative rules committee to object
- 4 to or void an administrative rule.

13

16

5 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 6 **SECTION 1. AMENDMENT.** Section 28-32-14 of the North Dakota Century Code is 7 amended and reenacted as follows:
- 8 **28-32-14.** Attorney general review of rules.
- 1. Every rule proposed by <u>anyan</u> administrative agency must be submitted to the
 attorney general for an opinion as to <u>itsthe rule's</u> legality before final adoption, and the
 attorney general promptly shall furnish <u>each suchthat</u> opinion.
- 12 <u>2.</u> The attorney general may not approve anya rule as to legality when theif:
 - <u>a.</u> The rule exceeds the statutory authority of the agency or :
- 14 <u>b.</u> <u>The rule</u> is written in a manner that is not concise or easily understandable or when the;
 - c. The rule is contrary to legislative intent; or
- 17 <u>d.</u> <u>The procedural requirements for adoption of the rule in this chapter are not substantially met.</u>
- The attorney general shall advise an agency of <u>anya</u> revision or rewording of a rule necessary to correct objections as to legality.
- 21 **SECTION 2. AMENDMENT.** Section 28-32-17 of the North Dakota Century Code is 22 amended and reenacted as follows:

1 28-32-17. Administrative rules committee objection.

- If the legislative management's administrative rules committee objects to all or any portion of a rule because the committee deems itthe rule or portion of the rule to be unreasonable, unnecessary, arbitrary, capricious, or beyond the authority delegated to the adopting agency, the committee may file that the objection in certified form with the legislative council. The filed objection must contain a concise statement of the committee's reasons for its action.
 - 1. The legislative council shall attach to each objection a certification of the time and date of its filing and, as soon as possible, shall transmit a copy of the objection and the certification to the agency adopting the rule in question. The legislative council also shall maintain a permanent register of all committee objections.
 - 2. The legislative council shall publish an objection filed pursuant to this section in the next issue of the code supplement. In case of a filed committee objection to a rule subject to the exceptions of the definition of rule in section 28-32-01, the agency shall indicate the existence of that objection adjacent to the rule in any compilation containing that rule.
 - 3. Within fourteen days after the filing of a committee objection to a rule, the adopting agency shall respond in writing to the committee. After receipt of the response, the committee may withdraw or modify its the committee's objection.
 - 4. After the filing of a committee objection, the burden of persuasion is upon the agency in any action for judicial review or for enforcement of the rule to establish that the wholerule or portion thereofof the rule objected to is within the procedural and substantive authority delegated to the agency. If the agency fails to meet its burden of persuasion, the court shall declare the whole or portion of the rule objected to invalid and judgment must be rendered against the agency for court costs. These court costs must include a reasonable attorney's fee and must be payable from the appropriation of the agency which adopted the rule in question.
- **SECTION 3. AMENDMENT.** Subsection 1 of section 28-32-18 of the North Dakota Century Code is amended and reenacted as follows:
 - 1. The legislative management's administrative rules committee may find that all or anya rule or portion of a rule is void if that rule is initially considered by the committee not later than the fifteenth day of the month before the date of the administrative code

Sixty-eighth Legislative Assembly

1 supplement in which the rule change is scheduled to appear. The administrative rules 2 committee may find a rule or portion of a rule void if the committee makes the specific 3 finding that, with regard to that rule or portion of a rule, there is: 4 An absence of statutory authority. a. 5 An emergency relating to public health, safety, or welfare. b. 6 A failure to comply with express legislative intent or to substantially meet the C. 7 procedural requirements of this chapter for adoption of the rule. 8 d. A conflict with state law. 9 Arbitrariness andor capriciousness. e. 10 A failure to make a written record of its consideration of written and oral f. 11 submissions respecting the rule under section 28-32-11. 12 An absence of necessity. <u>g.</u> 13 An absence of reasonableness. h.