ARIZONA HOUSE OF REPRESENTATIVES



Fifty-sixth Legislature Second Regular Session

HB 2471: rulemaking; legislative approval Sponsor: Representative McGarr, LD 17 Committee on Regulatory Affairs

Overview

Outlines the approval process for any new rulemaking by a majority vote in both chambers after being approved by the governor's regulatory review council (GRRC).

History

State agencies are required by statute to not conduct any rulemaking without prior written approval of the governor. In order to seek approval, the agency must be able to justify the rule by addressing one of the rulemaking justifications outlined in statute. State agencies may not adopt any new rule that would increase existing regulatory burdens on the free exercise of property rights or the freedom to engage in lawful business or occupation unless: 1) the rule reduces regulatory restraints or burdens; or 2) is necessary to implement statutes or is required by a final court order or decision (A.R.S. §§ 41-1038, 41-1039).

Prior to submitting all rulemaking to the GRCC, agencies must hold a public comment period and receive final written approval from the Governor. The GRCC cannot consider rules submitted by a state agency without receiving the Governor's initial and final approval of the rulemaking. Additionally, state agencies must also recommend three rules for the Governor to eliminate for every additional rule requested by the state agency. Rules that are necessary to secure or maintain assumption of federal regulatory programs, comply with an auditor general recommendation or address a new statutory requirement are exempt from consideration. State agencies additionally may not publicize any directives, policy statements, documents or forms on its website unless authorized by statute or rule (A.R.S. § 41-1039).

The <u>GRRC</u> is comprised of seven governor appointed members whose primary responsibilities are reviewing new rules or amendments proposed by state agencies and reviewing existing agency rules every five years on a rotating basis to determine if they are still necessary and effective.

Provisions

3. Makes technical changes. (Sec. 1)

- 1. Requires the GRCC to submit any regular, expedited, informal, formal, emergency or exempt rulemaking to the legislature for final approval. (Sec. 1)
- 2. States that the rule becomes effective upon receiving a majority vote in each chamber, and if the rule fails to receive a majority vote in both chambers, the rule does not become effective. (Sec. 1)

☐ Prop 105 (45 votes)	□ Prop 108 (40 votes)	☐ Emergency (40 votes)	□ Fiscal Note