HOUSE BILL No. 4729

June 17, 2015, Introduced by Reps. Gamrat, Courser, Glenn and Bizon and referred to the Committee on Health Policy.

A bill to amend 1969 PA 306, entitled

"Administrative procedures act of 1969,"

by amending sections 7, 8, and 28 (MCL 24.207, 24.208, and 24.228), section 7 as amended by 2011 PA 52 and sections 8 and 28 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
- 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.
 - (b) A formal opinion of the attorney general.

- 1 (c) A rule or order establishing or fixing rates or tariffs.
- 2 (d) A rule or order pertaining to game and fish and
- 3 promulgated under parts PART 401, 411, and OR 487 of the natural
- 4 resources and environmental protection act, 1994 PA 451, MCL
- 5 324.40101 to 324.40120, 324.41101 to 324.41105, and 324.48701 to
- **6** 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, an informational pamphlet, or other material that in
- 16 itself does not have the force and effect of law but is merely
- 17 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.
- (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, is a rule

- 1 and remains in effect until rescinded but shall not be amended. As
- 2 used in this subdivision, "state correctional facility" means a
- 3 facility or institution that houses an inmate population under the
- 4 jurisdiction of the department of corrections.
- (l) A rule establishing special local watercraft controls
- 6 promulgated under former 1967 PA 303. A rule described in this
- 7 subdivision may be rescinded as provided in section 80113(2) of the
- 8 natural resources and environmental protection act, 1994 PA 451,
- 9 MCL 324.80113.
- 10 (m) All of the following, after final approval by the
- 11 certificate of need commission under section 22215 of the public
- 12 health code, 1978 PA 368, MCL 333.22215, or the statewide health
- 13 coordinating council under former section 22217 of the public
- 14 health code, 1978 PA 368:
- 16 equipment and covered clinical services.
- 17 <u>(ii) Certificate of need review standards.</u>
- 18 (iii) Data reporting requirements and criteria for determining
- 19 health facility viability.
- 20 (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 extended care services 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 280, MCL
- 27 400.6, setting income and asset limits, types of income and assets

- 1 to be considered for eligibility, and payment standards for
- 2 administration of assistance programs under that act.
- 3 (N) (o) 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) (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.
- Sec. 8. (1) The office of regulatory reform shall publish the
- 17 Michigan register at least once each month. The Michigan register
- 18 shall contain all of the following:
- 19 (a) Executive orders and executive reorganization orders.
- 20 (b) On a cumulative basis, the numbers and subject matter of
- 21 the enrolled senate and house bills signed into law by the governor
- 22 during the calendar year and the corresponding public act numbers.
- (c) On a cumulative basis, the numbers and subject matter of
- 24 the enrolled senate and house bills vetoed by the governor during
- 25 the calendar year.
- 26 (d) Proposed administrative rules.
- 27 (e) Notices of public hearings on proposed administrative

- 1 rules.
- 2 (f) Administrative rules filed with the secretary of state.
- 3 (g) Emergency rules filed with the secretary of state.
- 4 (h) Notice of proposed and adopted agency guidelines.
- 5 (i) Other official information considered necessary or
- 6 appropriate by the office of regulatory reform.
- 7 (j) Attorney general opinions.
- 8 (k) All of the items listed in section 7(m) after final
- 9 approval by the certificate of need commission under section 22215
- of the public health code, 1978 PA 368, MCL 333.22215.
- 11 (2) The office of regulatory reform shall publish a cumulative
- 12 index for the Michigan register.
- 13 (3) The Michigan register shall be available for public
- 14 subscription at a fee reasonably calculated to cover publication
- 15 and distribution costs.
- 16 (4) If publication of an agency's proposed rule or guideline
- 17 or an item described in subsection (1)(k) would be unreasonably
- 18 expensive or lengthy, the office of regulatory reform may publish a
- 19 brief synopsis of the proposed rule or guideline, or item described
- 20 in subsection (1) (k), including information on how to obtain a
- 21 complete copy of the proposed rule or guideline or item described
- 22 in subsection (1) (k) from the agency at no cost.
- 23 (5) An agency shall electronically transmit a copy of the
- 24 proposed rules and notice of public hearing to the office of
- 25 regulatory reform for publication in the Michigan register.
- Sec. 28. (1) Before the adoption of a standard form contract
- 27 that would have been considered a rule but for the exemption from

- 1 rule-making under section $\frac{7(p)}{7(0)}$ or a policy exempt from rule-
- 2 making under section $\frac{7(q)}{7}$, $\frac{7(P)}{7}$, an agency shall give electronic
- 3 notice of the proposed standard form contract or policy to the
- 4 committee and the office of regulatory reform. The committee shall
- 5 provide an electronic copy of the notice not later than the next
- 6 business day after receipt of the electronic notice from the agency
- 7 to members of the committee and to members of the standing
- 8 committees of the senate and house of representatives that deal
- 9 with the subject matter of the proposed standard form contract or
- 10 policy.
- 11 (2) The electronic notice required by subsection (1) shall
- include all of the following:
- 13 (a) A statement of the terms of substance of the proposed
- 14 standard form contract or policy, a description of the subjects and
- 15 issues involved, and the proposed effective date of the standard
- 16 form contract or policy.
- 17 (b) A statement that the addressee may express any views or
- 18 arguments regarding the proposed standard form contract or policy
- 19 or the standard form contract's or policy's effect on a person.
- (c) The address to which comments may be sent and the date by
- 21 which the comments shall be mailed or electronically transmitted,
- 22 which date shall not be less than 35 days from the date of the
- 23 mailing or electronic transmittal of the notice.
- 24 (d) A reference to the specific statutory provision under
- 25 which the standard form contract or policy is issued.
- 26 (3) If the value of a proposed standard form contract exempt
- 27 from rule-making under section $\frac{7(p)}{7(0)}$ is \$10,000,000.00 or more,

- 1 the electronic notice required under subsection (1) shall include
- 2 an electronic copy of the proposed standard form contract. If the
- 3 value of the proposed standard form contract exempt from rule-
- 4 making under section $\frac{7(p)}{7(0)}$ is less than \$10,000,000.00, the
- 5 agency shall provide an electronic or paper copy of the proposed
- 6 standard form contract or policy to any legislator requesting a
- 7 copy.
- 8 Enacting section 1. This amendatory act takes effect 90 days
- 9 after the date it is enacted into law.
- 10 Enacting section 2. This amendatory act does not take effect
- 11 unless Senate Bill No. or House Bill No. 4728 (request no.
- 12 00969'15) of the 98th Legislature is enacted into law.

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