HOUSE BILL NO. 5480

February 22, 2024, Introduced by Rep. Schriver and referred to the Committee on Government Operations.

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 2022 PA 134 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

- 1 agency, or that prescribes the organization, procedure, or practice
- 2 of the agency, including the amendment, suspension, or rescission
- 3 of the law enforced or administered by the agency. Rule does not
- 4 include any of the following:
- 5 (a) A resolution or order of the state administrative board.
- 6 (b) A formal opinion of the attorney general.
- 7 (c) A rule or order establishing or fixing rates or tariffs.
- 8 (d) A rule or order pertaining to game and fish and
- 9 promulgated under parts 401, 411, and 487 of the natural resources
- and environmental protection act, 1994 PA 451, MCL 324.40101 to
- 11 324.40120, 324.41101 to 324.41105, and 324.48701 to 324.48740.
- 12 (e) A rule relating to the use of streets or highways, the
- 13 substance of which is indicated to the public by means of signs or
- 14 signals.
- 15 (f) A determination, decision, or order in a contested case.
- 16 (g) An intergovernmental, interagency, or intra-agency
- 17 memorandum, directive, or communication that does not affect the
- 18 rights of, or procedures and practices available to, the public.
- 19 (h) A form with instructions, an interpretive statement, a
- 20 guideline, an informational pamphlet, or other material that in
- 21 itself does not have the force and effect of law but is merely
- 22 explanatory.
- (i) A declaratory ruling or other disposition of a particular
- 24 matter as applied to a specific set of facts involved.
- 25 (j) A decision by an agency to exercise or not to exercise a
- 26 permissive statutory power, although private rights or interests
- 27 are affected.
- **28** (k) Unless another statute requires a rule to be promulgated
- 29 under this act, a rule or policy that only concerns the inmates of

- 1 a state correctional facility and does not directly affect other
- 2 members of the public, except that a rule that only concerns
- 3 inmates that was promulgated before December 4, 1986, is a rule and
- 4 remains in effect until rescinded but shall must not be amended. As
- 5 used in this subdivision, "state correctional facility" means a
- 6 facility or institution that houses an inmate population under the
- 7 jurisdiction of the department of corrections.
- 8 (l) A rule establishing special local watercraft controls
- 9 promulgated under former 1967 PA 303. A rule described in this
- 10 subdivision may be rescinded as provided in section 80113(2) of the
- 11 natural resources and environmental protection act, 1994 PA 451,
- **12** MCL 324.80113.
- (m) All of the following, after final approval by the
- 14 certificate of need commission under section 22215 of the public
- 15 health code, 1978 PA 368, MCL 333.22215, or the statewide health
- 16 coordinating council under former section 22217 of the public
- 17 health code, 1978 PA 368:
- 18 (i) The designation, deletion, or revision of covered medical
- 19 equipment and covered clinical services.
- 20 (ii) Certificate of need review standards.
- 21 (iii) Data reporting requirements and criteria for determining
- 22 health facility viability.
- 23 (iv) Standards used by the department of health and human
- 24 services in designating a regional certificate of need review
- 25 agency.
- (v) The modification of the 100 licensed bed limitation for
- 27 extended care services programs set forth in section 22210 of the
- 28 public health code, 1978 PA 368, MCL 333.22210.
- 29 (m) (n)—A policy developed by the department of health and

- 1 human services under section 6(3) of the social welfare act, 1939
- 2 PA 280, MCL 400.6, setting income and asset limits, types of income
- 3 and assets to be considered for eligibility, and payment standards
- 4 for administration of assistance programs under that act.
- 5 (n) (o) A policy developed by the department of health and
- 6 human services under section 6(4) of the social welfare act, 1939
- 7 PA 280, MCL 400.6, to implement requirements that are mandated by
- 8 federal statute or regulations as a condition of receipt of federal
- 9 funds.
- 10 (o) (p) The provisions of an agency's contract with a public
- 11 or private entity, including, but not limited to, the provisions of
- 12 an agency's standard form contract.
- (p) (q)—A policy developed by the department of health and
- 14 human services under the authority granted in section 111a of the
- 15 social welfare act, 1939 PA 280, MCL 400.111a, to implement
- 16 policies and procedures necessary to operate its health care
- 17 programs in accordance with an approved state plan or in compliance
- 18 with state statute.
- 19 (q) (r)—A minimum standard approved or established under
- 20 authority granted by the Michigan indigent defense commission act,
- 21 2013 PA 93, MCL 780.981 to 780.1003.
- 22 (r) (s)—Scoring criteria and the definitions of overburdened
- 23 community and significantly overburdened community developed by the
- 24 department of environment, Great Lakes, and energy under the
- 25 authority granted under parts 53 and 54 of the natural resources
- 26 and environmental protection act, 1994 PA 451, MCL 324.5301 to
- 27 324.5316 and 324.5401 to 324.5418.
- Sec. 8. (1) The office of regulatory reform shall publish the
- 29 Michigan register at least Register not less than once each month.

- 1 The Michigan register shall Register must contain all of the 2 following:
- 3 (a) Executive orders and executive reorganization orders.
- 4 (b) On a cumulative basis, the numbers and subject matter of 5 the enrolled senate and house of representatives bills signed into 6 law by the governor during the calendar year and the corresponding 7 public act numbers.
- 8 (c) On a cumulative basis, the numbers and subject matter of
 9 the enrolled senate and house of representatives bills vetoed by
 10 the governor during the calendar year.
- 11 (d) Proposed administrative rules.
- 12 (e) Notices of public hearings on proposed administrative
 13 rules.
- 14 (f) Administrative rules filed with the secretary of state.
- 15 (g) Emergency rules filed with the secretary of state.
- 16 (h) Notice of proposed and adopted agency guidelines.
- 17 (i) Other official information considered necessary or
 18 appropriate by the office. of regulatory reform.
- 19 (j) Attorney general opinions.
- 20 (k) All of the items listed in section 7 (m) after final
 21 approval by the certificate of need commission under section 22215
 22 of the public health code, 1978 PA 368, MCL 333.22215.
- (2) The office of regulatory reform shall publish a cumulative
 index for the Michigan register. Register.
- 25 (3) The Michigan register shall Register must be available for
 26 public subscription at a fee reasonably calculated to cover
 27 publication and distribution costs.
- 28 (4) If publication of an agency's proposed rule or guideline
 29 or an item described in subsection (1)(k) would be unreasonably

- 1 expensive or lengthy, the office of regulatory reform may publish a
- 2 brief synopsis of the proposed rule or guideline, or item described
- 3 in subsection (1)(k), including information on how to obtain a
- 4 complete copy of the proposed rule or guideline or item described
- 5 in subsection (1)(k) from the agency at no cost.
- **6** (5) An agency shall electronically transmit a copy of the
- 7 proposed rules and notice of public hearing to the office of
- 8 regulatory reform for publication in the Michigan
- 9 register.Register.
- Sec. 28. (1) Before the adoption of a standard form contract
- 11 that would have been considered a rule but for the exemption from
- 12 rule-making under section $\frac{7(p)}{7(0)}$ or a policy exempt from rule-
- 13 making under section $\frac{7(q)}{7(p)}$, an agency shall give electronic
- 14 notice of the proposed standard form contract or policy to the
- 15 committee and the office. of regulatory reform. The committee shall
- 16 provide an electronic copy of the notice not later than the next
- 17 business day after receipt of the electronic notice from the agency
- 18 to members of the committee and to members of the standing
- 19 committees of the senate and house of representatives that deal
- 20 with the subject matter of the proposed standard form contract or
- 21 policy.
- 22 (2) The electronic notice required by subsection (1) shall
- 23 must include all of the following:
- 24 (a) A statement of the terms of substance of the proposed
- 25 standard form contract or policy, a description of the subjects and
- 26 issues involved, and the proposed effective date of the standard
- 27 form contract or policy.
- 28 (b) A statement that the addressee may express any views or
- 29 arguments regarding the proposed standard form contract or policy

- 1 or the standard form contract's or policy's effect on a person.
- 2 (c) The address to which comments may be sent and the date by
- 3 which the comments shall must be mailed or electronically
- 4 transmitted, which date shall must not be less than 35 days from
- 5 after the date of the mailing or electronic transmittal of the
- 6 notice.
- 7 (d) A reference to the specific statutory provision under
- 8 which the standard form contract or policy is issued.
- 9 (3) If the value of a proposed standard form contract exempt
- 10 from rule-making under section $\frac{7(p)}{7(o)}$ is \$10,000,000.00 or more,
- 11 the electronic notice required under subsection (1) shall must
- 12 include an electronic copy of the proposed standard form contract.
- 13 If the value of the proposed standard form contract exempt from
- 14 rule-making under section $\frac{7(p)}{7(o)}$ is less than \$10,000,000.00,
- 15 the agency shall provide an electronic or paper copy of the
- 16 proposed standard form contract or policy to any legislator
- 17 requesting who requests a copy.
- 18 Enacting section 1. This amendatory act does not take effect
- 19 unless Senate Bill No. or House Bill No. 5477 (request no.
- 20 01038'23) of the 102nd Legislature is enacted into law.