SENATE BILL NO. 687

103RD GENERAL ASSEMBLY

INTRODUCED BY SENATOR HUDSON.

2763S.01I KRISTINA MARTIN, Secretary

AN ACT

To amend chapter 536, RSMo, by adding thereto one new section relating to administrative rules.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 536, RSMo, is amended by adding thereto

- 2 one new section, to be known as section 536.350, to read as
- 3 follows:
 - 536.350. 1. The provisions of this section are
- 2 intended to:
- 3 (1) Require agencies to regularly review their rules
- 4 to determine whether such rules should be continued without
- 5 being changed, modified, consolidated, or allowed to expire;
- 6 (2) Require agencies to consider the comments of the
- 7 public, the regulated community, and the general assembly
- 8 regarding the actual costs and burdens of rules being
- 9 reviewed under this section, and whether the rules are
- 10 useful, obsolete, unnecessary, duplicative, conflicting, or
- 11 otherwise inconsistent;
- 12 (3) Require that any rules continued in effect meet
- 13 all the legal requirements that would apply to the issuance
- 14 of a new rule, including any applicable cost or benefit and
- 15 economic requirements; and
- 16 (4) Provide for the automatic expiration of rules that
- 17 are not readopted as a result of their sunset review.
- 18 2. (1) Except as provided in subsection 5 of this
- 19 section, a rule shall expire and be null and void on the

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20 date adopted by the commission in subsection 3 of this 21 In order for an agency with authority over the 22 rule to prevent the expiration of a rule, the agency shall promulgate the rule in accordance with the provisions of 23 section 536.021 following the same process for promulgation 24 25 of an initial rule. The process for promulgation of the 26 rule shall begin according to the schedule adopted by the 27 commission in subsection 3 of this section.

- (2) For any rule in effect on August 28, 2025, the commission shall set the initial expiration dates in accordance with subsection 3 of this section.
 - (3) For any rule promulgated after August 28, 2025, such rule shall expire on January first, ten years after the effective date of the rulemaking that creates the new rule.
 - (4) Every rule that is promulgated under this section shall subsequently expire on January first every ten calendar years after its initial expiration date unless promulgated again under the provisions of section 536.021.
- 38 3. There is hereby established, within the office of the secretary of state, the "Commission for the Review of 39 40 Administrative Rules" to consist of five members appointed by the governor, with the advice and consent of the senate. 41 One of the members shall be from a list of three persons 42 43 submitted to the governor by the president pro tempore of 44 the senate. One of the members shall be from a list of 45 three persons submitted to the governor by the speaker of 46 the house of representatives.
 - (2) The commission shall set the initial expiration dates for rules that exist on August 28, 2025, taking into consideration the time and resources agencies will expend to repromulgate the rule. The initial expiration years for each chapter shall be set between the second and twelfth

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52 calendar years after August 28, 2025. The rule shall expire

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- on January first of the calendar year selected by the
- 54 commission.
- 55 (3) Each member of the commission shall serve without
- 56 compensation but may be reimbursed for his or her actual and
- 57 necessary expenses incurred in the performance of his or her
- 58 duties as a member of the commission.
- 59 (4) The commission shall conclude its duties by August
- 60 28, 2026, and shall be dissolved on that date.
- 61 4. An amendment to a rule through a subsequent
- 62 rulemaking does not affect the rule's expiration date,
- 03 unless the amendment completely eliminates and promulgates
- 64 the entire rule again through the process in section
- 65 536.021. If such promulgation of the rule occurs, then the
- 66 rule's new expiration date shall be January first, ten years
- 67 subsequent to the effective date of the rule being
- 68 promulgated again under section 536.021.
- 69 5. (1) The provisions of this section shall not apply
- 70 to the following rules:
- 71 (a) Rules required to comply with federal law or
- 72 receive federal funding;
- 73 (b) Rules created with grants of rulemaking authority
- 74 under the constitution of this state; and
- 75 (c) Rules created by an agency that are directly
- 76 managed by a statewide elected official.
- 77 (2) Rules that are exempt from expiration under the
- 78 provisions of this subsection shall still be subject to
- 79 review under section 536.175.
- 80 (3) If a rule is otherwise exempt under the provisions
- 81 of this subsection is amended in a manner that eliminates
- 82 the exemption under this subsection, the rule shall be

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subject to the provisions of this section and shall expire on January first, ten years after the amendment of the rule.

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- 6. (1) The governor may grant an extension totaling no more than three hundred sixty-five days to postpone the expiration date of a rule under this section upon a written request by the agency. In the agency's written request, the agency shall explain why the agency cannot promulgate the rule again under the time allotted by this section and why the expiration of the rule would harm the public health, safety, or welfare. The governor shall affirm these findings in writing addressed to the secretary of state before granting an extension.
- 95 (2) An extension under this subsection does not affect 96 subsequent expiration dates.
- 7. (1) For each rule reviewed and proposed to be retained under this section, the agency's analysis and renewal shall include the following steps:
- 100 (a) Notify the public of the review, including making
 101 the text of the notice, text of the rule, and text of all
 102 other analyses associated with the review available on the
 103 agency's website;
- 104 (b) Hold a public comment period for at least thirty
 105 days;
- 106 (c) Provide a reasoned response to unique public 107 comments; and
- 108 (d) Publish a report available on the agency's website 109 that includes the analyses and the agency's response to 110 public comments.
- 111 (2) When an agency conducts any analyses required 112 under section 536.021 during the repromulgation or review of 113 a rule which examines the economic impact, compliance, 114 implementation, or other costs of the rule, the analyses

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shall be conducted using actual impacts and costs as the basis for any calculation rather than estimated impacts and costs.

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