## As Reported by the House State Government and Elections Committee

# 127th General Assembly Regular Session 2007-2008

Am. H. B. No. 286

### Representatives Sykes, Batchelder

Cosponsors: Representatives Celeste, Luckie, Collier, Bacon, Webster, Strahorn, Williams, S., Healy, Evans, Harwood, Huffman, Fessler, Otterman, Brown, Mallory, Schindel, Daniels, Stewart, D., Domenick, Flowers

#### **ABILL**

To amend sections 119.03 and 3519.01 of the Revised 1 Code to require the committee named in an 2 initiative petition to file, at the time the 3 petition is filed, a statement identifying the petitioner's intent in proposing the initiated 5 statute or constitutional amendment and to permit 6 the Joint Committee on Agency Rule Review to recommend that a proposed rule be invalidated if 8 the proposed rule conflicts with the petitioners' 9 intent in adopting the statute or constitutional 10 amendment on which the rule is based. 11

#### BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

	Section 1. That sections 119.03 and 3519.01 of the Revised	12
Code	be amended to read as follows:	13
	Sec. 119.03. In the adoption, amendment, or rescission of any	14
rule,	, an agency shall comply with the following procedure:	15
	(A) Reasonable public notice shall be given in the register	16

of Ohio at least thirty days prior to the date set for a hearing,	17
in the form the agency determines. The agency shall file copies of	18
the public notice under division (B) of this section. (The agency	19
gives public notice in the register of Ohio when the public notice	20
is published in the register under that division.)	21
The public notice shall include:	22
(1) A statement of the agency's intention to consider	23
adopting, amending, or rescinding a rule;	24
(2) A synopsis of the proposed rule, amendment, or rule to be	25
rescinded or a general statement of the subject matter to which	26
the proposed rule, amendment, or rescission relates;	27
(3) A statement of the reason or purpose for adopting,	28
amending, or rescinding the rule;	29
(4) The date, time, and place of a hearing on the proposed	30
action, which shall be not earlier than the thirty-first nor later	31
than the fortieth day after the proposed rule, amendment, or	32
rescission is filed under division (B) of this section.	33
In addition to public notice given in the register of Ohio,	34
the agency may give whatever other notice it reasonably considers	35
necessary to ensure notice constructively is given to all persons	36
who are subject to or affected by the proposed rule, amendment, or	37
rescission.	38
The agency shall provide a copy of the public notice required	39
under division (A) of this section to any person who requests it	40
and pays a reasonable fee, not to exceed the cost of copying and	41
mailing.	42

(B) The full text of the proposed rule, amendment, or rule to
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be rescinded, accompanied by the public notice required under
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division (A) of this section, shall be filed in electronic form
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with the secretary of state and with the director of the
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legislative service commission. (If in compliance with this division an agency files more than one proposed rule, amendment, or rescission at the same time, and has prepared a public notice under division (A) of this section that applies to more than one of the proposed rules, amendments, or rescissions, the agency shall file only one notice with the secretary of state and with the director for all of the proposed rules, amendments, or rescissions to which the notice applies.) The proposed rule, amendment, or rescission and public notice shall be filed as required by this division at least sixty-five days prior to the date on which the agency, in accordance with division (D) of this section, issues an order adopting the proposed rule, amendment, or rescission.

If the proposed rule, amendment, or rescission incorporates a 60 text or other material by reference, the agency shall comply with 61 sections 121.71 to 121.76 of the Revised Code. 62

The proposed rule, amendment, or rescission shall be

available for at least thirty days prior to the date of the

hearing at the office of the agency in printed or other legible

form without charge to any person affected by the proposal.

Failure to furnish such text to any person requesting it shall not

invalidate any action of the agency in connection therewith.

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If the agency files a substantive revision in the text of the proposed rule, amendment, or rescission under division (H) of this section, it shall also promptly file the full text of the proposed rule, amendment, or rescission in its revised form in electronic form with the secretary of state and with the director of the legislative service commission.

The agency shall file the rule summary and fiscal analysis 75 prepared under section 121.24 or 127.18 of the Revised Code, or 76 both, in electronic form along with a proposed rule, amendment, or 77 rescission or proposed rule, amendment, or rescission in revised 78

form that is filed with the secretary of state or the director of the legislative service commission.

The director of the legislative service commission shall publish in the register of Ohio the full text of the original and each revised version of a proposed rule, amendment, or rescission; the full text of a public notice; and the full text of a rule summary and fiscal analysis that is filed with the director under this division.

(C) On the date and at the time and place designated in the notice, the agency shall conduct a public hearing at which any person affected by the proposed action of the agency may appear and be heard in person, by the person's attorney, or both, may present the person's position, arguments, or contentions, orally or in writing, offer and examine witnesses, and present evidence tending to show that the proposed rule, amendment, or rescission, if adopted or effectuated, will be unreasonable or unlawful. An agency may permit persons affected by the proposed rule, amendment, or rescission to present their positions, arguments, or contentions in writing, not only at the hearing, but also for a reasonable period before, after, or both before and after the hearing. A person who presents a position or arguments or contentions in writing before or after the hearing is not required to appear at the hearing.

At the hearing, the testimony shall be recorded. Such record shall be made at the expense of the agency. The agency is required to transcribe a record that is not sight readable only if a person requests transcription of all or part of the record and agrees to reimburse the agency for the costs of the transcription. An agency may require the person to pay in advance all or part of the cost of the transcription.

In any hearing under this section the agency may administer oaths or affirmations.

- (D) After complying with divisions (A), (B), (C), and (H) of 111 this section, and when the time for legislative review and 112 invalidation under division (I) of this section has expired, the 113 agency may issue an order adopting the proposed rule or the 114 proposed amendment or rescission of the rule, consistent with the 115 synopsis or general statement included in the public notice. At 116 that time the agency shall designate the effective date of the 117 rule, amendment, or rescission, which shall not be earlier than 118 the tenth day after the rule, amendment, or rescission has been 119 filed in its final form as provided in section 119.04 of the 120 Revised Code. 121
- (E) Prior to the effective date of a rule, amendment, or 122 rescission, the agency shall make a reasonable effort to inform 123 those affected by the rule, amendment, or rescission and to have 124 available for distribution to those requesting it the full text of 125 the rule as adopted or as amended. 126
- (F) If the governor, upon the request of an agency, 127 determines that an emergency requires the immediate adoption, 128 amendment, or rescission of a rule, the governor shall issue an 129 order, the text of which shall be filed in electronic form with 130 the agency, the secretary of state, the director of the 131 legislative service commission, and the joint committee on agency 132 rule review, that the procedure prescribed by this section with 133 respect to the adoption, amendment, or rescission of a specified 134 rule is suspended. The agency may then adopt immediately the 135 emergency rule, amendment, or rescission and it becomes effective 136 on the date the rule, amendment, or rescission, in final form and 137 in compliance with division (A)(2) of section 119.04 of the 138 Revised Code, are is filed in electronic form with the secretary 139 of state, the director of the legislative service commission, and 140 the joint committee on agency rule review. If all filings are not 141 completed on the same day, the emergency rule, amendment, or 142

rescission shall be effective on the day on which the latest 143 filing is completed. The director shall publish the full text of 144 the emergency rule, amendment, or rescission in the register of 145 Ohio. 146

The emergency rule, amendment, or rescission shall become invalid at the end of the ninetieth day it is in effect. Prior to that date the agency may adopt the emergency rule, amendment, or rescission as a nonemergency rule, amendment, or rescission by complying with the procedure prescribed by this section for the adoption, amendment, and rescission of nonemergency rules. The agency shall not use the procedure of this division to readopt the emergency rule, amendment, or rescission so that, upon the emergency rule, amendment, or rescission becoming invalid under this division, the emergency rule, amendment, or rescission will continue in effect without interruption for another ninety-day period, except when division (I)(2)(a) of this section prevents the agency from adopting the emergency rule, amendment, or rescission within the ninety-day period.

This division does not apply to the adoption of any emergency
rule, amendment, or rescission by the tax commissioner under
division (C)(2) of section 5117.02 of the Revised Code.

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(G) Rules adopted by an authority within the department of job and family services for the administration or enforcement of Chapter 4141. of the Revised Code or of the department of taxation shall be effective without a hearing as provided by this section if the statutes pertaining to such agency specifically give a right of appeal to the board of tax appeals or to a higher authority within the agency or to a court, and also give the appellant a right to a hearing on such appeal. This division does not apply to the adoption of any rule, amendment, or rescission by the tax commissioner under division (C)(1) or (2) of section 

5117.02 of the Revised Code, or deny the right to file an action	175
for declaratory judgment as provided in Chapter 2721. of the	176
Revised Code from the decision of the board of tax appeals or of	177
the higher authority within such agency.	178

(H) When any agency files a proposed rule, amendment, or 179 rescission under division (B) of this section, it shall also file 180 in electronic form with the joint committee on agency rule review 181 the full text of the proposed rule, amendment, or rule to be 182 rescinded in the same form and the public notice required under 183 division (A) of this section. (If in compliance with this division 184 an agency files more than one proposed rule, amendment, or 185 rescission at the same time, and has given a public notice under 186 division (A) of this section that applies to more than one of the 187 proposed rules, amendments, or rescissions, the agency shall file 188 only one notice with the joint committee for all of the proposed 189 rules, amendments, or rescissions to which the notice applies.) If 190 the agency makes a substantive revision in a proposed rule, 191 amendment, or rescission after it is filed with the joint 192 committee, the agency shall promptly file the full text of the 193 proposed rule, amendment, or rescission in its revised form in 194 electronic form with the joint committee. The latest version of a 195 proposed rule, amendment, or rescission as filed with the joint 196 committee supersedes each earlier version of the text of the same 197 proposed rule, amendment, or rescission. An agency shall file the 198 rule summary and fiscal analysis prepared under section 121.24 or 199 127.18 of the Revised Code, or both, in electronic form along with 200 a proposed rule, amendment, or rescission, and along with a 201 proposed rule, amendment, or rescission in revised form, that is 202 filed under this division. 203

This division does not apply to:

- (1) An emergency rule, amendment, or rescission; 205
- (2) Any proposed rule, amendment, or rescission that must be 206

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adopted verbatim by an agency pursuant to federal law or rule, to	207
become effective within sixty days of adoption, in order to	208
continue the operation of a federally reimbursed program in this	209
state, so long as the proposed rule contains both of the	210
following:	211
(a) A statement that it is proposed for the purpose of	212
complying with a federal law or rule;	213
(b) A citation to the federal law or rule that requires	214
verbatim compliance.	215
If a rule or amendment is exempt from legislative review	216
under division $(H)(2)$ of this section, and if the federal law or	217
rule pursuant to which the rule or amendment was adopted expires,	218
is repealed or rescinded, or otherwise terminates, the rule or	219
amendment, or its rescission, is thereafter subject to legislative	220
review under division (H) of this section.	221
(I)(1) The joint committee on agency rule review may	222
recommend the adoption of a concurrent resolution invalidating a	223
proposed rule, amendment, rescission, or part thereof if it finds any of the following:	224 225
(a) That the rule-making agency has exceeded the scope of its	226
statutory authority in proposing the rule, amendment, or	227
rescission;	228
(b) That the proposed rule, amendment, or rescission	229
conflicts with another rule, amendment, or rescission adopted by	230
the same or a different rule-making agency;	231
(c) That the proposed rule, amendment, or rescission	232
conflicts with the legislative intent in enacting the statute	233
under which the rule-making agency proposed the rule, amendment,	234
or rescission, if the statute was enacted by the general assembly $\dot{ au}$	235
(d) , or, that the proposed rule, amendment, or rescission	236

conflicts with the petitioners' intent in enacting the statute or	237
constitutional amendment under which the rule-making agency	238
proposed the rule, amendment, or rescission, if the statute or	239
constitutional amendment was enacted by initiative under Section	240
la or 1b of Article II of the Ohio Constitution;	241

(d) That the rule-making agency has failed to prepare a 242 complete and accurate rule summary and fiscal analysis of the 243 proposed rule, amendment, or rescission as required by section 244 121.24 or 127.18 of the Revised Code, or both, or that the 245 proposed rule, amendment, or rescission incorporates a text or 246 other material by reference and either the rule-making agency has 247 failed to file the text or other material incorporated by 248 reference as required by section 121.73 of the Revised Code or, in 249 the case of a proposed rule or amendment, the incorporation by 250 reference fails to meet the standards stated in section 121.72, 251 121.75, or 121.76 of the Revised Code. 252

The joint committee shall not hold its public hearing on a 253 proposed rule, amendment, or rescission earlier than the 254 forty-first day after the original version of the proposed rule, 255 amendment, or rescission was filed with the joint committee. 256

The house of representatives and senate may adopt a 257 concurrent resolution invalidating a proposed rule, amendment, 258 rescission, or part thereof. The concurrent resolution shall state 259 which of the specific rules, amendments, rescissions, or parts 260 thereof are invalidated. A concurrent resolution invalidating a 261 proposed rule, amendment, or rescission shall be adopted not later 262 than the sixty-fifth day after the original version of the text of 263 the proposed rule, amendment, or rescission is filed with the 264 joint committee, except that if more than thirty-five days after 265 the original version is filed the rule-making agency either files 266 a revised version of the text of the proposed rule, amendment, or 267 rescission, or revises the rule summary and fiscal analysis in 268

accordance with division (I)(4) of this section, a concurrent 269 resolution invalidating the proposed rule, amendment, or 270 rescission shall be adopted not later than the thirtieth day after 271 the revised version of the proposed rule or rule summary and 272 fiscal analysis is filed. If, after the joint committee on agency 273 rule review recommends the adoption of a concurrent resolution 274 invalidating a proposed rule, amendment, rescission, or part 275 thereof, the house of representatives or senate does not, within 276 the time remaining for adoption of the concurrent resolution, hold 277 five floor sessions at which its journal records a roll call vote 278 disclosing a sufficient number of members in attendance to pass a 279 bill, the time within which that house may adopt the concurrent 280 resolution is extended until it has held five such floor sessions. 281

Within five days after the adoption of a concurrent 282 resolution invalidating a proposed rule, amendment, rescission, or 283 part thereof, the clerk of the senate shall send the rule-making 284 agency, the secretary of state, and the director of the 285 legislative service commission in electronic form a certified text 286 of the resolution together with a certification stating the date 287 on which the resolution takes effect. The secretary of state and 288 the director of the legislative service commission shall each note 289 the invalidity of the proposed rule, amendment, rescission, or 290 part thereof, and shall each remove the invalid proposed rule, 291 amendment, rescission, or part thereof from the file of proposed 292 rules. The rule-making agency shall not proceed to adopt in 293 accordance with division (D) of this section, or to file in 294 accordance with division (B)(1) of section 111.15 of the Revised 295 Code, any version of a proposed rule, amendment, rescission, or 296 part thereof that has been invalidated by concurrent resolution. 297

Unless the house of representatives and senate adopt a 298 concurrent resolution invalidating a proposed rule, amendment, 299 rescission, or part thereof within the time specified by this 300

division, the rule-making agency may proceed to adopt in 301 accordance with division (D) of this section, or to file in 302 accordance with division (B)(1) of section 111.15 of the Revised 303 Code, the latest version of the proposed rule, amendment, or 304 rescission as filed with the joint committee. If by concurrent 305 resolution certain of the rules, amendments, rescissions, or parts 306 thereof are specifically invalidated, the rule-making agency may 307 proceed to adopt, in accordance with division (D) of this section, 308 or to file in accordance with division (B)(1) of section 111.15 of 309 the Revised Code, the latest version of the proposed rules, 310 amendments, rescissions, or parts thereof as filed with the joint 311 committee that are not specifically invalidated. The rule-making 312 agency may not revise or amend any proposed rule, amendment, 313 rescission, or part thereof that has not been invalidated except 314 as provided in this chapter or in section 111.15 of the Revised 315 Code. 316

- (2)(a) A proposed rule, amendment, or rescission that is 317 filed with the joint committee under division (H) of this section 318 or division (D) of section 111.15 of the Revised Code shall be 319 carried over for legislative review to the next succeeding regular 320 session of the general assembly if the original or any revised 321 version of the proposed rule, amendment, or rescission is filed 322 with the joint committee on or after the first day of December of 323 any year. 324
- (b) The latest version of any proposed rule, amendment, or 325 rescission that is subject to division (I)(2)(a) of this section, 326 as filed with the joint committee, is subject to legislative 327 review and invalidation in the next succeeding regular session of 328 the general assembly in the same manner as if it were the original 329 version of a proposed rule, amendment, or rescission that had been 330 filed with the joint committee for the first time on the first day 331 of the session. A rule-making agency shall not adopt in accordance 332

with division (D) of this section, or file in accordance with

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division (B)(1) of section 111.15 of the Revised Code, any version

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of a proposed rule, amendment, or rescission that is subject to

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division (I)(2)(a) of this section until the time for legislative

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review and invalidation, as contemplated by division (I)(2)(b) of

this section, has expired.

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339 (3) Invalidation of any version of a proposed rule, amendment, rescission, or part thereof by concurrent resolution 340 shall prevent the rule-making agency from instituting or 341 continuing proceedings to adopt any version of the same proposed 342 rule, amendment, rescission, or part thereof for the duration of 343 the general assembly that invalidated the proposed rule, 344 amendment, rescission, or part thereof unless the same general 345 assembly adopts a concurrent resolution permitting the rule-making 346 agency to institute or continue such proceedings. 347

The failure of the general assembly to invalidate a proposed
rule, amendment, rescission, or part thereof under this section
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shall not be construed as a ratification of the lawfulness or
reasonableness of the proposed rule, amendment, rescission, or any
part thereof or of the validity of the procedure by which the
proposed rule, amendment, rescission, or any part thereof was
proposed or adopted.
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(4) In lieu of recommending a concurrent resolution to 355 invalidate a proposed rule, amendment, rescission, or part thereof 356 because the rule-making agency has failed to prepare a complete 357 and accurate fiscal analysis, the joint committee on agency rule 358 review may issue, on a one-time basis, for rules, amendments, 359 rescissions, or parts thereof that have a fiscal effect on school 360 districts, counties, townships, or municipal corporations, a 361 finding that the rule summary and fiscal analysis is incomplete or 362 inaccurate and order the rule-making agency to revise the rule 363 summary and fiscal analysis and refile it with the proposed rule, 364

amendment, rescission, or part thereof. If an emergency rule is 365 filed as a nonemergency rule before the end of the ninetieth day 366 of the emergency rule's effectiveness, and the joint committee 367 issues a finding and orders the rule-making agency to refile under 368 division (I)(4) of this section, the governor may also issue an 369 order stating that the emergency rule shall remain in effect for 370 an additional sixty days after the ninetieth day of the emergency 371 rule's effectiveness. The governor's orders shall be filed in 372 accordance with division (F) of this section. The joint committee 373 shall send in electronic form to the rule-making agency, the 374 secretary of state, and the director of the legislative service 375 commission a certified text of the finding and order to revise the 376 rule summary and fiscal analysis, which shall take immediate 377 effect. 378

An order issued under division (I)(4) of this section shall 379 prevent the rule-making agency from instituting or continuing 380 proceedings to adopt any version of the proposed rule, amendment, 381 rescission, or part thereof until the rule-making agency revises 382 the rule summary and fiscal analysis and refiles it in electronic 383 form with the joint committee along with the proposed rule, 384 amendment, rescission, or part thereof. If the joint committee 385 finds the rule summary and fiscal analysis to be complete and 386 accurate, the joint committee shall issue a new order noting that 387 the rule-making agency has revised and refiled a complete and 388 accurate rule summary and fiscal analysis. The joint committee 389 shall send in electronic form to the rule-making agency, the 390 secretary of state, and the director of the legislative service 391 commission a certified text of this new order. The secretary of 392 state and the director of the legislative service commission shall 393 each link this order to the proposed rule, amendment, rescission, 394 or part thereof. The rule-making agency may then proceed to adopt 395 in accordance with division (D) of this section, or to file in 396 accordance with division (B)(1) of section 111.15 of the Revised 397

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Code, the proposed rule, amendment, rescission, or part thereof	398
that was subject to the finding and order under division (I)(4) of	399
this section. If the joint committee determines that the revised	400
rule summary and fiscal analysis is still inaccurate or	401
incomplete, the joint committee shall recommend the adoption of a	402
concurrent resolution in accordance with division (I)(1) of this	403
section.	404
(J) As used in this section, "petitioners' intent" means the	405
intent of a majority of the members the committee established in	406
section 3519.02 of the Revised Code to represent the petitioners	407
for the applicable initiated statute or constitutional amendment	408
as expressed in the statement of intent filed under section	409
3519.01 of the Revised Code.	410
Sec. 3519.01. (A) Only one proposal of law or constitutional	411
amendment to be proposed by initiative petition shall be contained	412
in an initiative petition to enable the voters to vote on that	413
proposal separately. A petition shall include the text of any	414
existing statute or constitutional provision that would be amended	415
or repealed if the proposed law or constitutional amendment is	416
adopted.	417
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Whoever seeks to propose a law or constitutional amendment by	418
initiative petition shall, by a written petition signed by one	419
thousand qualified electors, submit the proposed law or	420
constitutional amendment and a summary of it to the attorney	421
general for examination. <del>Within</del> <u>The petitioners also shall submit</u>	422
with the proposed law or constitutional amendment and summary a	423
statement of intent that specifies the intent of a majority of the	424
members of the committee named in the submitted petition.	425
Within ten days after the receipt of the written petition and	426
the summary of it, the attorney general shall conduct an	427

examination of the summary. If, in the opinion of the attorney

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general, the summary is a fair and truthful statement of the 429 proposed law or constitutional amendment, the attorney general 430 shall so certify and then forward the submitted petition to the 431 Ohio ballot board for its approval under division (A) of section 432 3505.062 of the Revised Code. If the Ohio ballot board returns the 433 submitted petition to the attorney general with its certification 434 as described in that division, the attorney general shall then 435 file with the secretary of state a verified copy of the proposed 436 law or constitutional amendment together with, its summary and, 437 the attorney general's certification , and the statement of intent 438 filed by the petitioners. 439

Whenever the Ohio ballot board divides an initiative petition 440 into individual petitions containing only proposed law or 441 constitutional amendment under division (A) of section 3505.062 of 442 the Revised Code resulting in the need for the petitioners to 443 resubmit to the attorney general appropriate summaries for each of 444 the individual petitions arising from the board's division of the 445 initiative petition, the attorney general shall review the 446 resubmitted summaries, within ten days after their receipt, to 447 determine if they are a fair and truthful statement of the 448 respective proposed laws or constitutional amendments and, if so, 449 certify them. These resubmissions shall contain no new 450 explanations or arguments but may contain separate statements of 451 intent for each divided petition. Then, the attorney general shall 452 file with the secretary of state a verified copy of each of the 453 proposed laws or constitutional amendments together with, their 454 respective summaries and, the attorney general's certification of 455 each , and the statements of intent filed by the petitioners. 456

(B)(1) Whoever seeks to file a referendum petition against any law, section, or item in any law shall, by a written petition signed by one thousand qualified electors, submit the measure to be referred and a summary of it to the secretary of state and, on

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the same day or within one business day before or after that day,	461
submit a copy of the petition, measure, and summary to the	462
attorney general.	463
(2) Not later than ten business days after receiving the	464
petition, measure, and summary, the secretary of state shall do	465
both of the following:	466
(a) Have the validity of the signatures on the petition	467
verified;	468
(b) After comparing the text of the measure to be referred	469
with the copy of the enrolled act on file in the secretary of	470
state's office containing the law, section, or item of law,	471
determine whether the text is correct and, if it is, so certify.	472
(3) Not later than ten business days after receiving a copy	473
of the petition, measure, and summary, the attorney general shall	474
examine the summary and, if in the attorney general's opinion, the	475
summary is a fair and truthful statement of the measure to be	476
referred, so certify.	477
(C) Any person who is aggrieved by a certification decision	478
under division (A) or (B) of this section may challenge the	479
certification or failure to certify of the attorney general in the	480
supreme court, which shall have exclusive, original jurisdiction	481
in all challenges of those certification decisions.	482
Section 2. That existing sections 119.03 and 3519.01 of the	483
Revised Code are hereby repealed.	484