STAND. COM. REP. NO. 3412

Honolulu, Hawaii

## APR 0 4 2018

RE: H.B. No. 1932

H.D. 1 S.D. 2

Honorable Ronald D. Kouchi President of the Senate Twenty-Ninth State Legislature Regular Session of 2018 State of Hawaii

Sir:

Your Committee on Judiciary, to which was referred H.B. No. 1932, H.D. 1, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO EMERGENCY RULES BY AGENCIES," begs leave to report as follows:

The purpose and intent of this measure is to:

- (1) Authorize agencies to adopt specified emergency rules to lessen disruptions to prior practices caused by changes to federal legislation or federal and state court decisions;
- (2) Require a public hearing with no less than thirty days notice prior to the adoption of any emergency rule; and
- (3) Limit the effective period of an emergency rule to no longer than the first day of the next occurring regular session of the Legislature after adoption of the emergency rule.

Your Committee received testimony in support of this measure from the Department of Education; United Public Workers, AFSCME, Local 646, AFL-CIO; University of Hawaii Professional Assembly; and O'ahu County Committee on Legislative Priorities of the Democratic Party of Hawaii.

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Your Committee finds that chapter 91, Hawaii Revised Statutes, provides procedures for government agencies to adopt rules and adjudicate certain disputes within the purview of the agency. The provisions of chapter 91 address the need for public input and transparency in rule-making but the process can be lengthy, which can inhibit an agency's ability to conform its administrative rules to changes in state and federal law, resulting in an inability to provide critical clarification and guidance in a timely manner. This measure will allow agencies to adopt emergency rules in response to changes in the requirements of federal law or based on a state or federal court decision.

Your Committee notes that changes in the requirements of federal law may necessitate action by the Legislature to amend provisions of the Hawaii Revised Statutes upon which an agency's administrative rules may rely. In that situation, an agency may be reliant on the enactment of legislation to provide a new statutory foundation upon which the agency may adopt new permanent rules, and an emergency rule adopted by an agency should be operational until the Legislature has had the time and opportunity to act.

Accordingly, your Committee has amended this measure by:

- (1) Making emergency rules effective until the Legislature has passed legislation relating to the subject matter of the emergency rule and the legislation has either been enacted or vetoed by the governor; and
- (2) Making a technical, nonsubstantive amendment for the purposes of clarity and consistency.

As affirmed by the record of votes of the members of your Committee on Judiciary that is attached to this report, your Committee is in accord with the intent and purpose of H.B. No. 1932, H.D. 1, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as H.B. No. 1932, H.D. 1, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Judiciary,

BRIAN T. TANIGUCHI, Chair

## The Senate Twenty-Ninth Legislature State of Hawaiʻi

## Record of Votes Committee on Judiciary JDC

Bill / Resolution No.:*	Committee Referral:		D	Date:	
HB1932, HD1, SD1	GVO, JDC		3	3/29/2018	
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
TANIGUCHI, Brian T. (C)		V			
RHOADS, Karl (VC)		/			
GABBARD, Mike					
KIM, Donna Mercado					
THIELEN, Laura H.					
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	N. B. O. S. MILLOUI		<u> </u>		
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TOTAL		4	0	0	
Recommendation:  Adopted  Not Adopted					
Chair's or Designee's Signature:					
Distribution:         Original         Yellow         Pink         Goldenrod           File with Committee Report         Clerk's Office         Drafting Agency         Committee File Copy					