

# HOUSE RESEARCH

## Bill Summary

**FILE NUMBER:** H.F. 624

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**Version:** As Introduced

**Authors:** Seifert and others

**Subject:** Local government impact notes for rules; legislative approval required for certain rules

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### Overview

Requires the commissioner of finance to prepare a local government fiscal impact note, if requested by a resolution of the governing body of a political subdivision. Provides that if the cost of complying with proposed rules is more than \$100 million over ten years, the rules must not take effect until approved by law.

#### Section

- 1** **Local government impact.** Provides that the elected governing body of a city, county, school district, or sanitary district may request the commissioner of finance to prepare a local impact note on a rule proposed by a state agency. Upon receiving such a request, the commissioner must prepare an estimate of the fiscal impact of the rule on each category of political subdivision requesting a local impact note. Authorizes the commissioner to request information from political subdivisions or state agencies, and requires the commissioner to consider information submitted by a political subdivision. Specifies related procedural requirements.
- 2** **Legislative approval required.** Requires a state agency to determine if the aggregate cost of complying with proposed rules on all affected persons or entities will exceed \$100 million in the first 10 years that the rules are effective. An administrative law judge must review and approve the determination. If it is determined that the cost of the rules exceeds the \$100 million threshold, the rules do not take effect until approved by a law enacted after the agency determination. Specifies that this section does not apply if the legislature has appropriated money sufficient to fund the expected cost of the rule upon the public proposed to be regulated, or the rule has been proposed pursuant to a specific federal mandate.
- 3** **Effective date.** Sections 1 and 2 are effective the day following final enactment.

