STATE OF NEW YORK

1237--A

2017-2018 Regular Sessions

IN SENATE

January 6, 2017

Introduced by Sens. VALESKY, CARLUCCI, DeFRANCISCO, GALLIVAN, HELMING, RITCHIE -- read twice and ordered printed, and when printed to be committed to the Committee on Commerce, Economic Development and Small Business -- recommitted to the Committee on Commerce, Economic Development and Small Business in accordance with Senate Rule 6, sec. 8 -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the state administrative procedure act, the executive law and the legislative law, in relation to the transmittal of certain records by electronic means

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Paragraph (c) of subdivision 1 of section 202 of the state administrative procedure act, as added by chapter 17 of the laws of 1984, is amended to read as follows:

(c) When appropriate in the judgment of the agency, a notice may also be published in newspapers of general circulation and in trade, industry or professional publications as the agency may select**, and may be posted on the agency's internet website, and may be transmitted to newspapers and trade, industry or professional publications by electronic means in accordance with article three of the state technology law**.

§ 2. Subdivision 6-a of section 202 of the state administrative procedure act, as added by chapter 850 of the laws of 1990, paragraphs (a), (b) and (c) as amended by chapter 295 of the laws of 2017, is amended to read as follows:

6-a. Distribution of rule making information. (a) An agency shall transmit a copy of any rule making notice prepared pursuant to this article to the governor, the temporary president of the senate, the speaker of the assembly and the administrative regulations review commission at the time such notice is submitted to the secretary of state for publication in the state register. Such transmittal shall include the complete rule text, regulatory impact statement, regulatory flexibility analysis, rural area flexibility analysis, or revisions thereof, and any other information submitted to the secretary of state

EXPLANATION--Matter in *italics* (underscored) is new; matter in brackets [-] is old law to be omitted.

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pursuant to this article. **Furthermore, such transmittal may be completed by electronic means in accordance with article three of the state technology law.**

(b) An agency shall make a copy of the complete text of any proposed, adopted or emergency rule, regulatory impact statement, regulatory flexibility analysis, rural area flexibility analysis, or revisions thereof available**, in written or electronic forms,** to the public at the time such documents are submitted to the secretary of state for publication in the state register and shall send to any person a copy of such text upon written or electronic request.

(c) An agency shall notify every person who has submitted a written or electronic request to be notified of all proposed, revised, emergency and/or adopted rules which may affect such person. The agency may allow requests for only the rules of particular divisions or programs within the agency that are of interest to such person. Written requests shall expire annually on the thirty-first day of December with renewals for the succeeding year to be accepted on or after December first. Electronic requests shall not expire, but shall continue until the person submits a request to discontinue such notification. Notices issued pursuant to such requests shall be sent to the last address **or electronic mail address** specified by the person. An agency may charge any person requesting such notice a fee consisting of the cost of preparation, handling and postage; provided, however, that no fee shall be charged for electronic notices. As an alternative to sending a document electronically, an agency may identify the document and provide a link to the section of its website containing the full text of such document.

§ 3. The opening paragraph of subdivision 3 of section 202-bb of the state administrative procedure act, as added by chapter 171 of the laws of 1994, is amended to read as follows:

In proposing a rule for adoption or in adopting a rule on an emergency basis, the agency shall issue a rural area flexibility analysis regarding the rule being proposed for adoption or the emergency rule being adopted. A copy of such analysis and any finding, and reasons for such finding, pursuant to this section, shall be submitted **in writing, and may be transmitted electronically in accordance with article three of the state technology law,** to the governor, the temporary president of the senate, the speaker of the assembly, the office for regulatory and management assistance and the administrative regulations review commission at the time such analysis is submitted **or electronically transmitted** to the secretary of state for publication and, upon written **or electronic** request, a copy shall be sent **or electronically transmitted** to any other person. Each rural area flexibility analysis shall contain:

§ 4. Paragraph (a) of subdivision 1 of section 202-d of the state administrative procedure act, as amended by chapter 418 of the laws of 2016, is amended to read as follows:

(a) The departments of health, education, environmental conservation, financial services, labor, agriculture and markets, motor vehicles and state, the offices of children and family services and temporary and disability assistance, the division of housing and community renewal, the state gaming commission, the office of mental health, the office for people with developmental disabilities and the workers' compensation board, and any other department or agency specified by the governor or his or her designee shall, and any other agency may, in its discretion, submit **in writing or electronically in accordance with article three of the state technology law** to the secretary of state, for publication in any regular issue of the state register published during the month of

January, a regulatory agenda to solicit comments concerning any rule which the agency is considering to propose, but for which no notice of proposed rule making has been submitted pursuant to subdivision one of section two hundred two of this article.

§ 5. The opening paragraph of subdivision 1 of section 202-d of the state administrative procedure act, as added by chapter 698 of the laws of 1984, is amended to read as follows:

An agency may, in its discretion, submit **in writing or electronically in accordance with article three of the state technology law** to the secretary of state, for publication in the first regular issue of the state register published during the months of January, May and September, a regulatory agenda to afford the agency an opportunity to solicit comments concerning any rule which the agency is considering proposing, but for which no notice of proposed rule making has been submitted pursuant to subdivision one of section two hundred two of this [~~chapter~~] **article**. A regulatory agenda shall be comprised of summaries of such rules. Each summary shall, in less than two thousand words, contain, in so far as practicable:

§ 6. Subdivisions 2 and 3 of section 101-a of the executive law, subdivision 2 as amended by chapter 455 of the laws of 2017 and subdivision 3 as amended by chapter 483 of the laws of 1988, are amended to read as follows:

2. Except as provided in subdivision three of this section, at least sixty days prior to either the adoption of any rule, or, if a public hearing is required by statute, at least sixty days prior to the first public hearing on a proposed rule, the agency proposing to take such action shall send **in writing or may transmit electronically in accordance with article three of the state technology law,** a notification of such proposed action to the temporary president of the senate and the speaker of the assembly. This notification shall: (a) refer to the statutory authority under which the action is proposed, (b) give the time and place of any public hearing that may be scheduled concerning the proposed action, or state the manner in which data, views or arguments may be submitted to the agency concerning the proposed action, (c) contain a copy of the complete text of the proposed rule, and (d) contain a fiscal statement setting forth the fiscal consequences of the proposed action on the state and its local governments.

3. If the agency finds that it is necessary for the preservation of the public health, safety or general welfare to dispense with the requirements of subdivision two **of this section**, the agency may dispense with such requirements and adopt the rule, as an emergency measure. Within five days of the filing of such emergency measure in the office of the department of state, the agency taking such action shall send **or transmit, as the case may be,** the temporary president of the senate and the speaker of the assembly a notification containing the information required by subdivision two of this section; provided, however, such notification shall also: (a) include a brief statement setting forth the reasons why the agency finds that it is necessary for the preservation of the public health, safety or general welfare to dispense with the requirements of subdivision two of this section and adopt the rule as an emergency measure, and (b) provide the date the emergency measure will terminate if the agency does not intend to adopt such measure as a permanent rule, or indicate that the agency intends to adopt such measure as a permanent rule, in which case compliance with the notification requirements of this section shall be deemed satisfied. The effectiveness of any such emergency measure, unless adopted as a permanent rule

in the manner prescribed by law, shall not exceed ninety days after the filing of such measure in the office of the department of state, provided, however, if such emergency measure is readopted prior to the expiration of such ninety day period such readoption and any subsequent readoptions shall remain in effect for no longer than sixty days.

§ 7. Section 146 of the executive law, as amended by chapter 17 of the laws of 1984, paragraph (d) of subdivision 1 as amended by chapter 189 of the laws of 1996, subdivision 4-a as amended by chapter 41 of the laws of 1994, is amended to read as follows:

§ 146. Publication of certain public notices. 1. The department of state shall publish, pursuant to the schedule in section one hundred forty-seven of this article, **and post on its internet website** a publication to be known as the state register, in which shall be published **and posted** from time to time as received by such department:

(a) rules, orders, designations, and notices submitted by the chief administrator of the courts;

(b) notices and advertisements required by state statute or federal law, rule or regulation to be published by an agency in a newspaper;

(c) notices required by statute to be published in newspapers in actions against foreign corporations;

(d) notices and job impact statements required by the state administrative procedure act to be published in the state register; and

(e) any other matter required by statute to be published in the state register.

2. The secretary of state may, at his **or her** discretion, publish **and post** in the state register any notice or information which is not otherwise required by statute to be submitted to him **or her** by an agency or public corporation for publication in the state register, in instances where such publication **and posting** will serve the public interest.

3. With regard to rule making notices required to be published **and posted** in the state register pursuant to article two of the state administrative procedure act, the secretary of state may, at his **or her** discretion, publish **and post** the complete text of a proposed or adopted rule, which is not otherwise required to be published **and posted** in the state register, in instances where such publication **and posting** will serve the public interest. **The secretary of state shall accept from a state agency all rulemaking notices, statements and analyses as required by the state administrative procedure act, data, rules, and regulations as provided for by article three of the state technology law.**

4. With regard to a notice of adoption published in the state register pursuant to article two of the state administrative procedure act, for which the corresponding notice of proposed rule making published **and posted** in the state register included the complete text of the rule, the secretary of state may, at his **or her** discretion, include only the changes in such text in the notice of adoption.

4-a. Notice of the availability of any state or federal funding which is to be distributed by any agency upon application by any municipality, school board, school district, not-for-profit organization or any other individual or organization entitled to apply for such funding pursuant to any law, rule or regulation governing the distribution of such funds shall be published **and posted** in the state register. Such notice shall appear in the register no later than forty-five days prior to the last day for receipt of applications for such funding. Such notice shall not be required: (i) whenever a notice has been published in the procurement opportunities newsletter pursuant to article four-C of the economic development law; (ii) for state or federal transportation funding; and

(iii) in those instances where an entity has been specifically designated by law or legislative resolution to receive funding. Failure to publish the notice in a timely manner shall not be a basis for setting aside an award or challenging a contract or other legal claim.

5. The publication **and posting** of notices and advertisements in the state register shall be additional to their publication in newspapers, whenever publication in newspapers is required by statute.

6. The secretary of state shall promulgate rules establishing procedure, forms, font and style for submission of material by any person, agency or public corporation for publication **and posting** in the state register.

§ 8. Subdivision 3 of section 148 of the executive law, as amended by chapter 636 of the laws of 1981, is amended to read as follows:

3. Subscriptions to the state register shall be made available to the public by either first or second class mail**, or in electronic form** at the election of the subscriber. A reasonable rate for a subscription to **printed copies of** the regular issue and quarterly index required by subdivision three of section one hundred forty-seven of this article, to be not more than eighty dollars per year for first class mail delivery and not more than forty dollars per year for second class mail delivery, shall be set by the secretary of state. The secretary of state may charge no more than one dollar and fifty cents per single copy of a **printed** regular issue or quarterly index of the state register. Rates shall not be set at such a level that the anticipated total subscription revenues exceed the total cost of producing, printing and distributing the state register.

§ 9. Subdivision 1 of section 149 of the executive law, as amended by chapter 17 of the laws of 1984, is amended and a new subdivision 4 is added to read as follows:

1. The **printed version of the** state register shall be an eight and one-half by eleven inch booklet with three holes punched in the left hand margin to make such register suitable for storage in an eight and one-half by eleven inch loose-leaf binder.

4. To the extent practicable, every version of the state register transmitted by electronic means shall substantially comply with the provisions of this section.

§ 10. Section 87 of the legislative law is amended by adding a new subdivision 4 to read as follows:

4. The commission shall be authorized to request and receive, from a state agency, all rulemaking notices, statements and analyses as provided for pursuant to the state administrative procedure act, data, rules, regulations and other information by electronic means as provided for by article three of the state technology law.

§ 11. This act shall take effect on the one hundred twentieth day after it shall have become a law, provided that the amendments to paragraph (a) of subdivision 1 of section 202-d of the state administrative procedure act, made by section four of this act, shall be subject to the expiration and reversion of such subdivision pursuant to section 2 of chapter 402 of the laws of 1994, as amended, when upon such date the provisions of section five of this act shall take effect; and provided, further, that effective immediately, the addition, amendment and/or repeal of any rule or regulation necessary for the implementation of this act on its effective date are authorized and directed to be made and completed on or before such effective date.