

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2021

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HOUSE BILL 327

Committee Substitute Favorable 4/28/21

Senate Judiciary Committee Substitute Adopted 6/29/21

Short Title: Various Administrative Law Changes.

(Public)

Sponsors:

Referred to:

March 18, 2021

1 **A BILL TO BE ENTITLED**

2 AN ACT TO UPDATE THE PROCESS FOR LEGISLATIVE REVIEW OF RULES, TO
3 DESIGNATE THE NORTH CAROLINA ADMINISTRATIVE CODE PUBLISHED
4 ONLINE AS THE OFFICIAL VERSION AND REMOVE THE REQUIREMENT TO
5 PUBLISH AND PROVIDE PRINTED COPIES, TO UPDATE THE MODEL CODE OF
6 JUDICIAL CONDUCT FOR STATE ADMINISTRATIVE LAW JUDGES, AND TO
7 MAKE CLARIFYING CHANGES TO THE OCCUPATIONAL LICENSING LAWS.

8 The General Assembly of North Carolina enacts:

9 **SECTION 1.** G.S. 150B-21.3 reads as rewritten:

10 **"§ 150B-21.3. Effective date of rules.**

11 ...

12 (b1) Delayed Effective Dates. – Except as provided in G.S. 14-4.1, if the Commission
13 received written objections to the rule in accordance with subsection (b2) of this section, the rule
14 becomes effective on the earlier of the thirty-first legislative day or the day of adjournment of
15 the next regular session of the General Assembly that begins at least 25 days after the date the
16 Commission approved the rule, unless a different effective date applies under this section. If a
17 bill that specifically disapproves the rule is introduced in either house of the General Assembly
18 before the thirty-first legislative day of that session, the rule becomes effective on the ~~earlier of~~
19 ~~either the day an unfavorable final action is taken on the bill or the day that session of the General~~
20 ~~Assembly adjourns without ratifying a bill that specifically disapproves the rule. later of~~
21 ~~September 1 of the calendar year of that session or the day that session of the General Assembly~~
22 ~~adjourns without ratifying a bill that specifically disapproves the rule.~~ If the agency adopting the
23 rule specifies a later effective date than the date that would otherwise apply under this subsection,
24 the later date applies. A permanent rule that is not approved by the Commission or that is
25 specifically disapproved by a bill enacted into law before it becomes effective does not become
26 effective.

27 A bill specifically disapproves a rule if it contains a provision that refers to the rule by
28 appropriate North Carolina Administrative Code citation and states that the rule is disapproved.
29 Notwithstanding any rule of either house of the General Assembly, any member of the General
30 Assembly may introduce a bill during the first 30 legislative days of any regular session to
31 disapprove a rule that has been approved by the Commission and that either has not become
32 effective or has become effective by executive order under subsection (c) of this section.

33 ...

34 (f) Technical Change. – A permanent rule for which no notice or hearing is required
35 under G.S. 150B-21.5(a)(1) through (a)(5) or G.S. 150B-21.5(b) becomes effective on the first



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1 day of the month following the month the rule is approved by the Rules Review
2 ~~Commission~~Commission or Codifier of Rules, as applicable."

3 **SECTION 2.** G.S. 150B-21.18 reads as rewritten:

4 **"§ 150B-21.18. North Carolina Administrative Code.**

5 The Codifier of Rules must compile all rules into a Code known as the North Carolina
6 Administrative Code. The format and indexing of the Code must conform as nearly as practical
7 to the format and indexing of the North Carolina General Statutes. The Codifier must publish
8 ~~printed copies of the Code electronically on the website of the Office of Administrative Hearings~~
9 and may publish the Code in other forms. ~~The electronic version of the Code published on the~~
10 ~~website of the Office of Administrative Hearings shall be considered the official publication of~~
11 ~~the North Carolina Administrative Code.~~ The Codifier may authorize and license the private
12 indexing, marketing, sales, reproduction, and distribution of the Code. The Codifier must keep
13 superseded rules."

14 **SECTION 3.** G.S. 150B-21.25 is repealed.

15 **SECTION 4.** G.S. 7A-754 reads as rewritten:

16 **"§ 7A-754. Qualifications; standards of conduct; removal.**

17 Only persons duly authorized to practice law in the General Court of Justice shall be eligible
18 for appointment as the Director and chief administrative law judge or as an administrative law
19 judge in the Office of Administrative Hearings. The Chief Administrative Law Judge and the
20 administrative law judges shall comply with the ~~Model Code of Judicial Conduct for State~~
~~Administrative Law Judges, as adopted by the National Conference of Administrative Law~~
~~Judges, Judicial Division, American Bar Association, (revised August 1998), American Bar~~
~~Association Model Code of Judicial Conduct for State Administrative Law Judges dated August~~
21 ~~2018,~~ as amended from time to time, except that the provisions of this section shall control as to
22 the private practice of law in lieu of Rule 3.10 of Canon 4G, 3, and G.S. 126-13 shall control as
23 to political activity in lieu of Canon 5.4. Failure to comply with the applicable provisions of the
24 Model Code may constitute just cause for disciplinary action under Chapter 126 of the General
25 Statutes and grounds for removal from office. Neither the chief administrative law judge nor any
26 administrative law judge may engage in the private practice of law as defined in G.S. 84-2.1
27 while in office; violation of this provision shall constitute just cause for disciplinary action under
28 Chapter 126 of the General Statutes and shall be grounds for removal from office. Each
29 administrative law judge shall take the oaths required by Chapter 11 of the General Statutes. An
30 administrative law judge may be removed from office by the Director of the Office of
31 Administrative Hearings for just cause, as that term is used in G.S. 126-35 and this section."

32 **SECTION 5.** G.S. 93B-8.1(a)(1) reads as rewritten:

33 "(1) **Applicant.** – A person who makes application for licensure from an
34 ~~occupational licensing board~~board or a State agency licensing board."

35 **SECTION 6.** Sections 1, 2, and 3 of this act become effective January 1, 2022. The
36 remainder of this act is effective when it becomes law.