Session of 2015

SENATE BILL No. 19

By Committee on Judiciary

1-13

AN ACT concerning administrative procedure; relating to the Kansas 1 administrative procedure act: Kansas judicial review act: amending 2 K.S.A. 77-502, 77-545, 77-546, 77-548 and 77-613 and K.S.A. 2014 3 2015 Supp. 77-519, 77-521 and 77-531 and repealing the existing 4 5 sections. 6 7 Be it enacted by the Legislature of the State of Kansas: Section 1. K.S.A. 77-502 is hereby amended to read as follows: 77-8 9 502. As used in this act: 10 (a) "State agency" means any officer, department, bureau, division, 11 board, authority, agency, commission or institution of this state, except the 12 judicial and legislative branches of state government and political 13 subdivisions of the state, which is authorized by law to administer, enforce or interpret any law of this state. 14 (b) "Agency head" means an individual or body of individuals in 15 whom the ultimate legal authority of the state agency is vested by any 16 provision of law. 17 18 "License" means a franchise, permit, certification, approval, (c)19 registration, charter or similar form of authorization required by law for a 20 person to engage in a profession or occupation. 21 "Order" means a state agency action of particular applicability (d) 22 that determines the legal rights, duties, privileges, immunities or other 23 legal interest of one or more specific persons. 24 (e) "Party to state agency proceedings," or "party" in context so 25 indicating, means: 26 (1) A person to whom an order is specifically directed; or 27 (2) a person named as a party to a state agency proceeding or allowed 28 to intervene as a party in the proceeding. 29 (f) "Person" means an individual, partnership, corporation, 30 association, political subdivision or unit thereof or public or private organization or entity of any character, and includes another state agency. 31 "Political subdivision" means political or taxing subdivisions of 32 (g) 33 including boards, commissions, authorities, the state. councils. committees, subcommittees and other subordinate groups or administrative 34 units thereof, receiving or expending and supported in whole or in part by 35 36 public funds;

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1 (h) "Writing," "written," or "in writing" means any worded or 2 numbered expression that can be read, reproduced and later 3 communicated, and includes electronically transmitted and stored 4 information.

5 Sec. 2. K.S.A.-2014 2015 Supp. 77-519 is hereby amended to read as 6 follows: 77-519. (a) The presiding officer, at appropriate stages of the 7 proceedings, shall give all parties full opportunity to file pleadings, 8 objections and motions, including, but not limited to, motions to dismiss 9 and motions for summary judgment.

(b) The presiding officer, at appropriate stages of the proceedings,
 may give all parties full opportunity to file briefs, proposed findings of fact
 and conclusions of law and proposed initial or final orders.

(c) A party shall serve copies of any filed item on all parties, by mail
 or any other means, *including electronic means, if the party to be served has consented to service by electronic means*, prescribed by state agency
 rule and regulation or by the presiding officer.

17 Sec. 3. K.S.A. 2014 2015 Supp. 77-521 is hereby amended to read as 18 follows: 77-521. (a) The presiding officer shall grant a petition for 19 intervention if:

(1) The petition is submitted in writing to the presiding officer, with
 copies-mailed to served upon all parties named in the presiding officer's
 notice of the hearing, at least three business days before the hearing;

(2) the petition states facts demonstrating that the petitioner's legal
rights, duties, privileges, immunities or other legal interests may be
substantially affected by the proceeding or that the petitioner qualifies as
an intervener under any provision of law; and

(3) the presiding officer determines that the interests of justice and
the orderly and prompt conduct of the proceedings will not be impaired by
allowing the intervention.

30 (b) The presiding officer may grant a petition for intervention at any 31 time upon determining that the intervention sought is in the interests of 32 justice and will not impair the orderly and prompt conduct of the 33 proceedings.

(c) If a petitioner qualifies for intervention, the presiding officer may
impose conditions upon the intervener's participation in the proceedings,
either at the time that intervention is granted or at any subsequent time.
Conditions may include:

(1) Limiting the intervener's participation to designated issues inwhich the intervener has a particular interest demonstrated by the petition;

40 (2) limiting the intervener's use of discovery, cross-examination and 41 other procedures so as to promote the orderly and prompt conduct of the 42 proceedings; and

(3) requiring two or more interveners to combine their presentations

1 of evidence and argument, cross-examination, discovery and other 2 participation in the proceedings.

(d) The presiding officer, at least one business day before the hearing,
shall issue an order granting or denying each pending petition for
intervention, specifying any conditions and briefly stating the reasons for
the order. The presiding officer may modify the order at any time, stating
the reasons for the modification. The presiding officer shall promptly give
notice of an order granting, denying or modifying intervention to the
petitioner for intervention and to all parties.

10 Sec. 4. K.S.A.-2014 2015 Supp. 77-531 is hereby amended to read as 11 follows: 77-531. (*a*) Service of an order or notice shall be made upon the 12 party and the party's attorney of record, if any, by:

(1) Delivering a copy of the order or notice to the person to be served
 or by;

(2) mailing a copy of the order or notice to the person at the person's
 last known address; or

(3) sending a copy of the order or notice to the person by electronic *means, if such person has consented to service by electronic means.*

19 (b) Service shall be presumed if the presiding officer, or a person directed to make service by the presiding officer, makes a written 20 21 certificate of service. Delivery of a copy of an order or notice means 22 handing the order or notice to the person or leaving the order or notice at 23 the person's principal place of business or residence with a person of 24 suitable age and discretion who works or resides therein. Service by mail 25 is complete upon mailing. Service by electronic means is complete upon transmission or as otherwise specified in the consent. Any consent to 26 27 electronic service shall specify when such service is complete. Whenever a 28 party has the right or is required to do some act or take some proceedings 29 within a prescribed period after service of a notice or order and the notice 30 or order is served by mail or *electronic means*, three days shall be added to 31 the prescribed period.

Sec. 5. K.S.A. 77-545 is hereby amended to read as follows: 77-545.
(a) This section applies to adjudicative proceedings before the state corporation commission.

(b) (1) After the commission has determined and announced that a hearing should be held, and prior to the issuance of a final order, no parties to the proceeding, or their counsel, shall discuss the merits of the matter or proceeding with the presiding officer unless reasonable notice is given to all parties who have appeared to enable the parties to be present at the conference.

41 (2) After the commission has determined and announced that a
42 hearing should be held, prior to the issuance of a final order, copies of any
43 written communications from any party regarding the proceeding that are

1 directed to the presiding officer shall be mailed to served upon all parties

of record and proof of service shall be furnished to the commission. Communications requested by members of the commission staff from any party and any written communications received by members of the commission staff from any party shall be made a part of the file and the docket and shall be made available to all persons who desire to use them, provided that all commission requests for information from a party shall be mailed to served upon all parties of record.

9 (3) The person or persons to whom any ex parte communication has 10 been made shall promptly and fully inform the full commission of the 11 substance of the communication, and the circumstances thereof, to enable 12 the commission to take appropriate action.

13 (c) For purposes of this section, no member of the technical staff shall be considered a party to any proceeding before the commission, regardless 14 of participation in staff investigations with respect to the proceeding or of 15 participation in the proceeding as a witness. Since the purpose of the staff 16 17 is to aid the commission in the proper discharge of commission duties, the 18 presiding officers shall be free at all times to confer with any staff member 19 with respect to any proceeding. However, no facts that are outside the 20 record, and that reasonably could be expected to influence the decision in 21 any matter pending before the commission, shall be furnished to any 22 presiding officer unless all parties to the proceeding are likewise informed 23 and afforded a reasonable opportunity to respond. Subsection (b) shall 24 apply to staff counsel in regard to any adjudicatory proceeding before the 25 commission.

(d) All letters and written communications that are received by the
presiding officer from members of the general public, and that are in the
nature of ex parte communications, shall be made a part of the file in the
docket and shall be made available to all persons who desire to see them.
The deposit of such written communications and letters in the file shall not
make them a part of the official record of the case.

Sec. 6. K.S.A. 77-546 is hereby amended to read as follows: 77-546. (a) This section applies to adjudicative proceedings before the commissioner of insurance concerning any rate, or any rule, regulation or practice pertaining to the rates over which the commissioner has jurisdiction and adjudicative proceedings held pursuant to the Kansas insurance holding companies act.

(b) (1) After the commissioner has determined and announced that a hearing should be held, and prior to the issuance of a final order, no parties to the proceeding, or their counsel, shall discuss the merits of the matter or proceeding with the presiding officer unless reasonable notice is given to all parties who have appeared to enable the parties to be present at the conference.

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1 (2) After the commissioner has determined and announced that a 2 hearing should be held, prior to the issuance of a final order, copies of any 3 written communications from any party regarding the proceeding that are 4 directed to the presiding officer shall be mailed to served upon all parties 5 of record and proof of service shall be furnished to the commissioner. 6 Communications requested by the commissioner's staff from any party and 7 any written communication received by the commissioner's staff from any 8 party shall be made a part of the file and the docket and shall be made 9 available to all persons who desire to use them, provided that the 10 commissioner's requests for information from a party shall be mailed to all 11 parties of record.

(3) The person or persons to whom any ex parte communication has
been made shall promptly and fully inform the commissioner of the
substance of the communication, and the circumstances thereof, to enable
the commissioner to take appropriate action.

16 (c) For purposes of this section, no member of the commissioner's 17 technical staff shall be considered a party to any proceeding before the commissioner, regardless of participation in staff investigations with 18 19 respect to the proceeding or of participation in the proceeding as a witness. 20 Since the purpose of the staff is to aid the commissioner in the proper 21 discharge of the commissioner's duties, the presiding officer shall be free 22 at all times to confer with any staff member with respect to any 23 proceeding. However, no facts that are outside the record, and that 24 reasonably could be expected to influence the decision in any matter 25 pending before the commissioner, shall be furnished to any presiding 26 officer unless all parties to the proceeding are likewise informed and 27 afforded a reasonable opportunity to respond. Subsection (b) shall apply to 28 staff counsel who have participated in the proceeding in regard to any 29 adjudicatory proceeding before the commissioner.

(d) All letters and written communications that are received by the
presiding officer from members of the general public, and that are in the
nature of ex parte communications, shall be made a part of the file in the
docket and shall be made available to all persons who desire to see them.
The deposit of such written communications and letters in the file shall not
make them a part of the official record of the case.

Sec. 7. K.S.A. 77-548 is hereby amended to read as follows: 77-548. (a) This section applies to adjudicative proceedings before the director of taxation. Informal conferences held pursuant to K.S.A. 79-3226, and amendments thereto, shall not be deemed to be adjudicative proceedings for the purposes of this act.

(b) (1) After the director has determined and announced that a
hearing should be held, and prior to the issuance of a final order, no parties
to the proceeding, or their counsel, shall discuss the merits of the matter or

1 proceeding with the presiding officer unless reasonable notice is given to 2 all parties who have appeared to enable the parties to be present at the 3 conference.

4 (2) After the director has determined and announced that a hearing 5 should be held, prior to the issuance of a final order, copies of any written 6 communications from any party regarding the proceeding that are directed 7 to the presiding officer shall be-mailed to served upon all parties of record 8 and proof of service shall be furnished to the director. Communications 9 requested by the director's staff from any party and any written 10 communication received by the director's staff from any party shall be made a part of the file and the docket and shall be made available to all 11 12 persons who desire to use them, provided that the director's requests for 13 information from a party shall be-mailed to served upon all parties of 14 record

(3) The person or persons to whom any ex parte communication has
been made shall promptly and fully inform the director of the substance of
the communication, and the circumstances thereof, to enable the director
of any division within the department to take appropriate action.

19 (c) For purposes of this section, no member of the director's technical 20 staff shall be considered a party to any proceeding before the director, 21 regardless of participation in staff investigations with respect to the 22 proceeding or of participation in the proceeding as a witness. Since the 23 purpose of the staff is to aid the director in the proper discharge of the 24 director's duties, the presiding officer shall be free at all times to confer 25 with any staff member with respect to any proceeding. However, no facts 26 that are outside the record, and that reasonably could be expected to 27 influence the decision in any matter pending before the director, shall be 28 furnished to any presiding officer unless all parties to the proceeding are 29 likewise informed and afforded a reasonable opportunity to respond. 30 Subsection (b) shall apply to staff counsel who have participated in the 31 proceeding in regard to any adjudicatory proceeding before the director.

(d) All letters and written communications that are received by the
presiding officer from members of the general public, and that are in the
nature of ex parte communications, shall be made a part of the file in the
docket and shall be made available to all persons who desire to see them.
The deposit of such written communications and letters in the file shall not
make them a part of the official record of the case.

Sec. 8. K.S.A. 77-613 is hereby amended to read as follows: 77-613.
Subject to other requirements of this act or of another statute:

40 (a) A petition for judicial review of a rule and regulation may be filed41 at any time, except as otherwise provided by law.

42 (b) If reconsideration has not been requested and is not a prerequisite 43 for seeking judicial review, a petition for judicial review of a final order 1 shall be filed within 30 days after service of the order.

2 (c) Except as provided in K.S.A. 77-631, and amendments thereto, if 3 reconsideration has been requested or is a prerequisite for seeking judicial 4 review, a petition for judicial review of a final order shall be filed: (1) 5 Within 30 days after service of the order rendered upon reconsideration, 6 unless a further petition for reconsideration is required under K.S.A. 66-7 118b, and amendments thereto; (2) within 30 days after service of an order 8 denying the request for reconsideration; or (3) in proceedings before the 9 Kansas corporation commission, within 30 days of the date the request for 10 reconsideration is deemed to have been denied.

(d) A petition for judicial review of agency action other than a rule
and regulation or final order shall be filed within 30 days after the agency
action, but the time is extended:

14 (1) During the pendency of the petitioner's timely attempts to exhaust15 administrative remedies; and

16 (2) during any period that the petitioner did not know and was under 17 no duty to discover, or did not know and was under a duty to discover but 18 could not reasonably have discovered, that the agency had taken the action 19 or that the agency action had a sufficient effect to confer standing upon the 20 petitioner to obtain judicial review under this act.

(e) Service of an order, pleading or other matter shall be made upon
the parties to the agency proceeding and their attorneys of record, if any,
by:

24 25 (1) Delivering a copy of it to them-or by;

(2) mailing a copy of it to them at their last known addresses; or

(3) sending a copy of it to them by electronic means when authorized
by supreme court rule or a local rule.

28 Delivery of a copy of an order, pleading or other matter means handing 29 it to the person being served or leaving it at that person's principal place of 30 business or residence with a person of suitable age and discretion who 31 works or resides therein. Service shall be presumed if the presiding officer, 32 or a person directed to make service by the presiding officer, makes a 33 written certificate of service. Service by mail is complete upon mailing. 34 Whenever a party has the right or is required to do some act or take some 35 proceedings within a prescribed period after service of an order, pleading 36 or other matter and it is served by mail or electronic means, three days 37 shall be added to the prescribed period. Unless reconsideration is a 38 prerequisite for seeking judicial review, a final order shall state the agency 39 officer to receive service of a petition for judicial review on behalf of the 40 agency.

41 Sec. 9. K.S.A. 77-502, 77-545, 77-546, 77-548 and 77-613 and 42 K.S.A. 2014 2015 Supp. 77-519, 77-521 and 77-531 are hereby repealed.

43 Sec. 10. This act shall take effect and be in force from and after its

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1 publication in the statute book.