Fiscal Estimate - 2017 Session

☑ Original ☐ Updated	☐ Corrected ☐	Supplemental				
LRB Number 17-4507/2	Introduction Number	AB-0880				
Description deference by courts to agency interpretations of law, notice and comment requirements for guidance documents issued by agencies, and agency rule-making authority						
Fiscal Effect						
Appropriations Reve		transmit !				
Local: No Local Government Costs Indeterminate 1. Increase Costs Permissive Mandatory 2. Decrease Costs Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Permissive Mandatory Districts Districts						
Fund Sources Affected Affected Ch. 20 Appropriations						
GPR FED PRO PRS SEG SEGS						
Agency/Prepared By	Authorized Signature	Date				
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Fiscal Estimate Narratives OCI 2/16/2018

LRB Number 17-4507/2	Introduction Number	AB-0880	Estimate Type	Original	
Description					
deference by courts to agency interpretations of law, notice and comment requirements for guidance					
documents issued by agencies, and agency rule-making authority					

Assumptions Used in Arriving at Fiscal Estimate

This bill prohibits a court from according deference to agency interpretations of law in cases involving review of an agency final decision and prohibits agencies from seeking deference in any proceeding to agency interpretations of law. The bill also specifies a process for adoption of a guidance document and provides that a settlement agreement, consent decree, or court order does not confer rule-making authority and cannot be used by an agency as authority to promulgate rules.

The provisions of the bill prohibiting a court from according deference to agency interpretations of law and that prohibit agencies from seeking deference in any proceeding interpretations of law may result in additional lawsuits against OCI resulting in increased costs. Additionally, it may also create uncertainty in the insurance industry in the effect of certain insurance regulations.

Long-Range Fiscal Implications