THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 1102 Session of 2018

INTRODUCED BY WAGNER, DISANTO, BROOKS, RESCHENTHALER, MARTIN, EICHELBERGER, ARGALL, FOLMER, DINNIMAN, AUMENT, WHITE, HUTCHINSON, VULAKOVICH, MENSCH, STEFANO, REGAN AND WARD, APRIL 9, 2018

REFERRED TO RULES AND EXECUTIVE NOMINATIONS, APRIL 9, 2018

AN ACT

Amending the act of June 25, 1982 (P.L.633, No.181), entitled 1 "An act providing for independent oversight and review of 2 regulations, creating an Independent Regulatory Review Commission, providing for its powers and duties and making 4 repeals," providing for regulatory reduction and for 5 regulatory baseline and public availability. 6 7 The General Assembly finds and its intent is as follows: A vibrant and growing business sector is critical to 8 creating jobs in a dynamic economy. 9 10 Unnecessary and overly burdensome regulatory 11 requirements create barriers to entry in many industries and 12 discourage potential entrepreneurs from introducing 13 beneficial products and processes. Alternative regulatory approaches that do not 14 15 conflict with the stated objectives of applicable statutes may be available to minimize the significant economic impact 16 17 of rules on the private economy.

disproportionately burdensome demands, including legal,

Regulatory requirements can impose unnecessary and

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- 1 accounting and consulting costs upon small businesses with
- 2 limited resources.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. The act of June 25, 1982 (P.L.633, No.181), known
- 6 as the Regulatory Review Act, is amended by adding sections to
- 7 read:
- 8 <u>Section 5.3.</u> Regulatory reduction.
- 9 (a) For each regulation proposed by a State agency, the
- 10 agency proposing the regulation shall submit a regulatory
- 11 replacement request as part of the regulatory analysis form.
- 12 (b) A regulatory replacement request shall include the
- 13 <u>following:</u>
- 14 <u>(1) The regulatory requirements that are proposed to be</u>
- repealed under subsection (d) or (e).
- 16 (2) The number of regulatory requirements proposed to be
- 17 repealed through the proposed regulation and regulatory
- 18 <u>replacement request.</u>
- 19 (3) The number of new regulatory requirements proposed
- 20 <u>to be promulgated through the proposed regulation and</u>
- 21 regulatory replacement request.
- 22 <u>(4) The net number of new regulatory requirements</u>
- proposed to be promulgated.
- 24 (c) Before a regulation may be promulgated, the accompanying
- 25 regulatory replacement request must be approved by the
- 26 commission or by majority vote in both the Senate and the House
- 27 of Representatives and the following shall apply:
- 28 <u>(1) Before the commission may approve a regulatory</u>
- replacement request, the commission must ensure the net
- 30 <u>number of regulatory requirements established by the</u>

1	regulatory replacement request is consistent with the
2	requirements of subsection (d) or (e).
3	(2) If the commission does not approve an initial
4	regulatory replacement request, the agency may submit an
5	amended request that proposes repealing different regulatory
6	requirements. The regulatory review requirements of sections
7	201 and 202 of the act of July 31, 1968 (P.L.769, No.240),
8	referred to as the Commonwealth Documents Law, shall not
9	apply to amended regulatory replacement requests.
10	(3) Regulatory requirements proposed to be repealed
11	shall not be required to undergo the regulatory review
12	processes established in sections 201 and 202 of the
13	Commonwealth Documents Law unless the commission requires any
14	or all such compliance for individual regulatory
15	requirements.
16	(4) At any time after the public comment period,
17	pursuant to the act of July 31, 1968 (P.L.769, No.240),
18	referred to as the Commonwealth Documents Law, for a proposed
19	regulation and before the commission's approval of the
20	accompanying regulatory replacement request, the General
21	Assembly may approve the regulatory replacement request by a
22	majority vote in both the Senate and the House of
23	Representatives. Before it may approve a request, the General
24	Assembly must ensure that the net number of regulatory
25	requirements proposed in the regulatory replacement request
26	is consistent with the requirements of subsection (d) or (e).
27	The General Assembly may amend a regulatory replacement
28	request to repeal different regulations than those proposed
29	by the agency.
30	(5) If the commission has required amendments to a

- 1 previous version of a regulatory replacement request, the
- 2 version approved by the General Assembly does not need to
- 3 contain those amendments.
- 4 (6) Regulatory requirements that have been approved for
- 5 repeal by the legislature as part of a regulatory replacement
- 6 request do not need to undergo the regulatory review process
- outlined in the act of April 9, 1929 (P.L.177, No.175), known
- 8 as "The Administrative Code of 1929," the Commonwealth
- 9 Documents Law, or this act that may otherwise be required
- before the final-form regulation stage.
- 11 (d) The following shall apply:
- 12 (1) Each proposed regulatory requirement shall be
- 13 <u>accompanied by the proposed repeal of at least two existing</u>
- 14 <u>regulatory requirements.</u>
- 15 (2) The regulatory repeals required under paragraph (1)
- shall be completed no more than 180 days after the
- promulgation of the regulatory requirement.
- 18 (3) This subsection shall expire six years after the
- 19 effective date of this section.
- 20 (e) The following shall apply:
- 21 (1) Each proposed regulatory requirement shall be
- accompanied by the proposed repeal of at least one existing
- 23 regulatory requirement.
- 24 (2) The regulatory repeal required under paragraph (1)
- 25 <u>shall be completed no more than 180 days after the</u>
- 26 promulgation of the regulatory requirement.
- 27 (3) This subsection shall take effect immediately upon
- the expiration of subsection (d).
- 29 (f) An agency may apply, in a manner prescribed by the
- 30 commission, for a proposed regulation, or regulatory requirement

- 1 contained in a proposed regulation, to be exempt from this
- 2 section and the following shall apply:
- 3 (1) The agency must submit with the initial regulatory
- 4 <u>replacement request a written explanation why the proposed</u>
- 5 regulatory requirement should be exempt from this section.
- 6 (2) Within 15 days of receipt of the regulatory
- 7 replacement request and the written explanation in accordance
- 8 <u>with this subsection, the commission shall provide a</u>
- 9 <u>recommendation to the committees recommending or not</u>
- 10 recommending the General Assembly exempt the proposed
- 11 <u>regulation or proposed regulatory requirements from the</u>
- 12 requirements of this section.
- 13 (3) A two-thirds vote in both the Senate and the House
- of Representatives shall be required to grant a request for a
- proposed regulation to be exempt from the requirements of
- 16 this section.
- 17 (q) This section shall not apply to proposed regulations
- 18 that an agency has submitted to the Legislative Reference Bureau
- 19 for publication of notice of proposed rulemaking before the
- 20 effective date of this section.
- (h) As used in this section, the following words and phrases
- 22 shall have the meanings given to them in this subsection unless
- 23 the context clearly indicates otherwise:
- "Proposed regulation." As defined in section 3, with the
- 25 exception of proposed regulations that would exclusively reduce
- 26 the number of regulatory requirements promulgated by an agency.
- 27 "Proposed regulatory requirement." A regulatory requirement
- 28 comprising in whole or in part a proposed regulation.
- 29 "Regulatory requirement." An action or step that must be
- 30 taken or piece of information that must be provided in

- 1 accordance with any regulation in order to access services,
- 2 carry out business or pursue legislated privileges. The term
- 3 shall not include:
- 4 (1) an action or step that must be taken or piece of
- 5 information that must be provided in accordance with any
- 6 regulation for which the procedures specified in sections 201
- and 202 of the Commonwealth Documents Law have been modified
- 8 <u>in accordance with section 204 of the Commonwealth Documents</u>
- 9 <u>Law;</u>
- 10 (2) a statement concerning the internal management of an
- 11 <u>agency and not affecting private rights or procedures</u>
- 12 <u>available to the public;</u>
- 13 <u>(3) a declaratory ruling; or</u>
- 14 (4) an intra-agency or inter-agency memoranda.
- 15 <u>Section 13. Regulatory baseline and public availability.</u>
- 16 (a) Within six months from the effective date of this
- 17 section, each State agency shall complete an internal review of
- 18 all regulatory requirements, as defined under section 5.3,
- 19 within the purview of the agency and shall submit their findings
- 20 to the Governor, both the Senate and the House of
- 21 Representatives and the commission. The report shall include the
- 22 <u>following:</u>
- 23 (1) The title of the agency and the names, office
- 24 addresses and telephone numbers of the agency officials
- 25 responsible for responding to guestions regarding the report.
- 26 (2) A list of all regulatory requirements promulgated
- 27 <u>under the agency.</u>
- 28 (3) A specific citation to the Federal or State
- 29 <u>statutory or regulatory authority, or the decision of a</u>
- Federal or State court, under which the agency promulgates

- 1 each regulatory requirement.
- 2 (4) The effective date and, if applicable, the
- 3 <u>expiration date of each regulatory requirement.</u>
- 4 (b) Within nine months from the effective date of this
- 5 section, the commission shall compile and publish on the
- 6 <u>commission's publicly accessible Internet website a consolidated</u>
- 7 <u>list of all regulatory requirements received under subsection</u>
- 8 (a). The commission shall also submit the consolidated list of
- 9 <u>regulatory requirements to the Governor and both the Senate and</u>
- 10 the House of Representatives.
- 11 (c) Six months after the commission publishes the
- 12 <u>consolidated list under subsection (b), and every six months</u>
- 13 thereafter, each agency shall submit to the commission any
- 14 updates to the list of regulatory requirements promulgated by
- 15 the agency.
- 16 (d) The commission shall ensure that the public stays
- 17 informed about all regulations, regulatory replacement requests
- 18 and the number of existing regulatory requirements by:
- (1) building and maintaining a searchable online
- 20 database on its publicly accessible Internet website of all
- 21 <u>proposed and all approved regulatory replacement requests;</u>
- 22 and
- 23 (2) building and maintaining a searchable online
- database on its publicly accessible Internet website that
- 25 shall include, but not be limited to, the following:
- 26 <u>(i) A searchable list of all current regulations and</u>
- 27 <u>regulatory requirements.</u>
- 28 (ii) A brief description of each regulatory
- 29 requirement and a link to the regulatory requirement on
- 30 the publicly accessible Internet website of the

1	Pennsylvania Code.
2	(iii) The agency responsible for each regulation.
3	(iv) The authorizing statute for each regulation.
4	(v) The effective date, and, if applicable, the
5	expiration date, of each regulation.
6	Section 2. This act shall take effect in 60 days.