THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 487

Session of 2023

INTRODUCED BY KEEFER, STAATS, D'ORSIE, HAMM, R. MACKENZIE, STAMBAUGH, MOUL, LEADBETER, ECKER, GROVE, ZIMMERMAN, B. MILLER, GLEIM, ROWE, SCIALABBA, KEPHART AND WARNER, MARCH 16, 2023

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, MARCH 16, 2023

AN ACT

- Amending the act of June 25, 1982 (P.L.633, No.181), entitled "An act providing for independent oversight and review of 2 regulations, creating an Independent Regulatory Review 3 Commission, providing for its powers and duties and making 4 repeals," further providing for definitions, for proposed 5 regulations and procedures for review and for final-form 6 regulations and final-omitted regulations and procedures for review; providing for regulations deemed withdrawn; further 8 providing for procedures for subsequent review of disapproved 9 final-form or final-omitted regulations by the commission; 10 and providing for concurrent resolution required for 11 economically significant regulations. 12
- 13 The General Assembly of the Commonwealth of Pennsylvania
- 14 hereby enacts as follows:
- 15 Section 1. Section 3 of the act of June 25, 1982 (P.L.633,
- 16 No.181), known as the Regulatory Review Act, is amended by
- 17 adding definitions to read:
- 18 Section 3. Definitions.
- 19 The following words and phrases when used in this act shall
- 20 have, unless the context clearly indicates otherwise, the
- 21 meanings given to them in this section:

- 1 * * *
- 2 "Economically significant regulation." A regulation that, if
- 3 promulgated and implemented, may reasonably be expected to
- 4 result in direct or indirect cost to the Commonwealth, to its
- 5 political subdivisions and to the private sector in excess of
- 6 \$1,000,000 on an annual basis.
- 7 * * *
- 8 "Legislative day." A day when both houses of the General
- 9 Assembly are in voting session.
- 10 * * *
- 11 Section 2. Section 5(a)(1.1) and (4) of the act are amended
- 12 and the section is amended by adding subsections to read:
- 13 Section 5. Proposed regulations; procedures for review.
- 14 (a) On the same date that an agency submits a proposed
- 15 regulation to the Legislative Reference Bureau for publication
- 16 of notice of proposed rulemaking in the Pennsylvania Bulletin as
- 17 required by the Commonwealth Documents Law, the agency shall
- 18 submit to the commission and the committees a copy of the
- 19 proposed regulation and a regulatory analysis form which
- 20 includes the following:
- 21 * * *
- 22 (1.1) A specific citation to the Federal or State
- 23 statutory or regulatory authority or the decision of a
- 24 Federal or State court under which the agency is proposing
- 25 the regulation, which the regulation is designed to implement
- or which may mandate or affect compliance with the
- 27 regulation. <u>In the case of a citation of State statutory</u>
- authority, the citation must be to a provision of the statute
- 29 that explicitly states that the agency may promulgate
- 30 regulations for the specific purpose cited in the statement

of need for the regulation under paragraph (3).

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3 (4) Estimates of the direct and indirect costs to the 4 Commonwealth, to its political subdivisions and to the private sector. [Insofar as the proposed regulation relates 5 to costs to the Commonwealth, the agency may submit in lieu 6 7 of its own statement the fiscal note prepared by the Office 8 of the Budget pursuant to section 612 of the act of April 9, 1929 (P.L.177, No.175), known as "The Administrative Code of 9 10 1929."] The estimates shall be prepared by the Independent Fiscal Office and submitted to the agency for inclusion in 11 the regulatory analysis form and shall include an estimate of 12 13 the annual costs to be used to determine whether the regulation is an economically significant regulation. 14

- 16 (d.1) The committees shall, during the public comment
- 17 period, conduct a public hearing to receive comments regarding a
- 18 proposed economically significant regulation. The agency shall
- 19 appear at the hearing if requested to do so by the chair of the
- 20 committee.

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- 22 (i) All forms required for implementation of a regulation
- 23 must be included with the regulatory analysis form when
- 24 submitted to the Legislative Reference Bureau, the committees
- 25 <u>and the commission under subsection (a).</u>
- 26 (j) The commission shall transmit comments regarding the
- 27 <u>cost estimates required under subsection (a)(4) to the</u>
- 28 Independent Fiscal Office for review.
- Section 3. Section 5.1(e), (j.2), (j.3) and (1) of the act
- 30 are amended to read:

- 1 Section 5.1. Final-form regulations and final-omitted
- 2 regulations; procedures for review.
- 3 * * *
- 4 (e) The commission may have until its next scheduled meeting
- 5 which occurs no less than 30 days after receipt of the final-
- 6 form or final-omitted regulation to approve or disapprove the
- 7 final-form or final-omitted regulation. Notwithstanding
- 8 <u>subsections (j.1) and (j.2), at any time prior to 24 hours</u>
- 9 <u>before the commission's meeting to consider a regulation, a</u>
- 10 committee may notify the commission and the agency that the
- 11 committee disapproves or intends to further review the final-
- 12 form regulation. If notified by a committee that the committee
- 13 disapproves of a regulation, the commission may not approve or
- 14 <u>disapprove the regulation for a period of 30 days or nine</u>
- 15 <u>legislative days</u>, whichever is longer. If notified by a
- 16 committee that the committee intends to further review a final-
- 17 form regulation, the commission may not approve or disapprove
- 18 the regulation for a period of 14 days or six legislative days,
- 19 whichever is longer. The commission shall notify the agency and
- 20 the committees of its approval or disapproval. If the commission
- 21 does not disapprove the final-form or final-omitted regulation
- 22 within the time allotted in this subsection, the commission
- 23 shall be deemed to have approved the final-form or final-omitted
- 24 regulation.
- 25 * * *
- 26 (j.2) (1) At any time during the commission's review period
- 27 up to 24 hours prior to the opening of the commission's
- 28 public meeting, a committee may notify the commission and the
- agency that it has approved or disapproved a final-form or
- 30 final-omitted regulation or that it intends to review the

1 regulation.

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3 committee has not notified the commission and the agency that it has disapproved the regulation or that it intends to 4 5 review the regulation, the agency may promulgate the 6 regulation. If the commission approves a regulation and a 7 committee has notified the commission and the agency that it 8

(2) If the commission approves a regulation and a

- has disapproved the regulation or that it intends to review
- 9 the regulation, the agency may not promulgate the regulation
- 10 for 14 days or six legislative days, whichever is longer,
- 11 after the committee has received the commission's approval
- 12 order.
- (3) During [this 14-day period] the period established 13 14 under paragraph (2), the committee may take action on the 15 regulation pursuant to section 7(d). If at the expiration of 16 the [14-day] period established under paragraph (2) the
- 17 committee has not taken action on the regulation pursuant to
- 18 section 7(d), the agency may promulgate the regulation.
- 19 If the committees are prevented from completing their
- 20 [14-day] review during the period established under subsection
- 21 (j.2)(2) because of adjournment sine die or expiration of the
- legislative session in an even-numbered year, their review of 22
- the final-form or final-omitted regulation shall automatically 23
- 24 be suspended until the fourth Monday in January of the next
- 25 year. On that date, the agency shall resubmit the final-form or
- 26 final-omitted regulation and required material to the committees
- 27 and the commission. If either committee has not been designated
- 28 by the fourth Monday in January, the agency may not deliver the
- 29 final-form or final-omitted regulation and required material to
- 30 the committees and the commission until both committees are

- 1 designated. If the agency does not deliver the final-form or
- 2 final-omitted regulation and required material to the commission
- 3 and the committees by the second Monday after the date by which
- 4 both committee designations have been published in the
- 5 Pennsylvania Bulletin, the agency shall be deemed to have
- 6 withdrawn the final-form or final-omitted regulation. In
- 7 determining the remaining time for committee review, the number
- 8 of days in which the committees have had the final-form or the
- 9 final-omitted regulation under review as of the adjournment sine
- 10 die or expiration of the prior session shall be subtracted from
- 11 the [14-day] committee review period established under
- 12 <u>subsection (j.2)(2)</u>, but the committee review period in the next
- 13 succeeding legislative session shall not be less than ten days.
- 14 An agency may not submit a final-form or final-omitted
- 15 regulation to the commission or the committees for review during
- 16 the period from the adjournment sine die or expiration of the
- 17 legislative session of an even-numbered year to the date by
- 18 which both committees have been designated in the next
- 19 succeeding legislative session. This subsection shall not apply
- 20 to emergency-certified regulations adopted pursuant to the
- 21 provisions of section 6(d).
- 22 * * *
- 23 (1) Except for emergency-certified regulations adopted under
- 24 section 6(d), an agency may not promulgate a regulation until
- 25 completion of the review provided for in this act[.] and, if the
- 26 regulation is an economically significant regulation, the
- 27 <u>General Assembly adopts a concurrent resolution under section</u>
- 28 <u>7.2.</u>
- 29 Section 4. The act is amended by adding a section to read:
- 30 <u>Section 5.3.</u> Regulations deemed withdrawn.

- 1 <u>A regulation shall be deemed withdrawn if there is no</u>
- 2 provision of a State statute which explicitly states that the
- 3 agency may promulgate regulations for the specific purpose cited
- 4 in the statement of need for the regulation under section 5(a)
- 5 (3) and the regulatory analysis form submitted for the
- 6 regulation does not comply with the requirements of section 5(a)
- 7 (1.1).
- 8 Section 5. Section 7(d) of the act is amended to read:
- 9 Section 7. Procedures for subsequent review of disapproved
- 10 final-form or final-omitted regulations.
- 11 * * *
- 12 (d) Upon receipt of the commission's order pursuant to
- 13 subsection (c.1) or at the expiration of the commission's review
- 14 period if the commission does not act on the regulation or does
- 15 not deliver its order pursuant to subsection (c.1), [one] the
- 16 <u>following apply:</u>
- 17 (1) One or both of the committees may, within 14
- 18 calendar days or six legislative days, whichever is longer,
- 19 report to the House of Representatives or Senate a concurrent
- resolution and notify the agency. During the [14-calendar-
- 21 day] period specified in this paragraph, the agency may not
- 22 promulgate the final-form or final-omitted regulation. If, by
- the expiration of the [14-calendar-day] period <u>specified in</u>
- this paragraph, neither committee reports a concurrent
- resolution, the committees shall be deemed to have approved
- the final-form or final-omitted regulation, and the agency
- 27 may promulgate that regulation.
- 28 <u>(2)</u> If either committee reports a concurrent resolution
- 29 before the expiration of the [14-day] period specified in
- 30 <u>paragraph (1)</u>, the [Senate and the House of Representatives]

- 1 <u>chamber to which the concurrent resolution is reported</u> shall
- 2 [each] have 30 calendar days or ten legislative days,
- 3 whichever is longer, from the date on which the concurrent
- 4 resolution has been reported, to adopt the concurrent
- 5 resolution[.] and transmit it to the other chamber. The other
- 6 <u>chamber shall have 30 calendar days or ten legislative days,</u>
- 7 <u>whichever is longer, from the date on which the concurrent</u>
- 8 <u>resolution has been transmitted</u>, to adopt the concurrent
- 9 <u>resolution.</u>
- 10 (3) If the General Assembly adopts the concurrent
- 11 resolution by majority vote in both the Senate and the House
- of Representatives within 60 calendar days or 20 legislative
- days, whichever is longer, from the date on which a
- 14 concurrent resolution has been reported out by a committee,
- the concurrent resolution shall be presented to the Governor
- in accordance with section 9 of Article III of the
- 17 Constitution of Pennsylvania.
- 18 <u>(4)</u> If the Governor does not return the concurrent
- 19 resolution to the General Assembly within ten calendar days
- after it is presented, the Governor shall be deemed to have
- 21 approved the concurrent resolution.
- 22 <u>(5)</u> If the Governor vetoes the concurrent resolution,
- 23 the General Assembly may override that veto by a two-thirds
- vote in each house. The Senate and the House of
- 25 Representatives shall each have 30 calendar days or ten
- legislative days, whichever is longer, to override the veto.
- 27 If the General Assembly does not adopt the concurrent
- resolution or override the veto in the time prescribed in
- this [subsection] paragraph, it shall be deemed to have
- 30 approved the final-form or final-omitted regulation.

- 1 (6) Notice as to any final disposition of a concurrent 2 resolution considered in accordance with this [section] 3 subsection shall be published in the Pennsylvania Bulletin.
 - (7) The bar on promulgation of the final-form or final-omitted regulation shall continue until that regulation has been approved or deemed approved in accordance with this subsection.
 - (8) If the General Assembly adopts the concurrent resolution and the Governor approves or is deemed to have approved the concurrent resolution or if the General Assembly overrides the Governor's veto of the concurrent resolution, the agency shall be barred from promulgating the final-form or final-omitted regulation.
 - (9) If the General Assembly does not adopt the concurrent resolution or if the Governor vetoes the concurrent resolution and the General Assembly does not override the Governor's veto, the agency may promulgate the final-form or final-omitted regulation.
 - (10) The General Assembly may, at its discretion, adopt a concurrent resolution disapproving the final-form or final-omitted regulation to indicate the intent of the General Assembly but permit the agency to promulgate that regulation.
- 23 Section 6. The act is amended by adding a section to read:
- 24 <u>Section 7.2. Concurrent resolution required for economically</u>
- 25 significant regulations.
- 26 (a) If the commission issues an order to approve a final-
- 27 <u>form regulation or final-omitted regulation that is an</u>
- 28 economically significant regulation or if the agency decides to
- 29 proceed with a final-form regulation or final-omitted regulation
- 30 that is an economically significant regulation for which the

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- 1 commission issued a disapproval order, the agency shall submit a
- 2 copy of the order and, if applicable, the agency response to the
- 3 <u>Senate and the House of Representatives and shall request a</u>
- 4 <u>concurrent resolution approving the regulation. The concurrent</u>
- 5 resolution shall be referred to the applicable standing
- 6 committee of the Senate and the applicable standing committee of
- 7 the House of Representatives. A concurrent resolution that is
- 8 reported from the standing committee of the Senate shall be
- 9 placed on the Senate calendar. A concurrent resolution that is
- 10 reported from the standing committee of the House of
- 11 Representatives shall be placed on the House calendar. The
- 12 <u>Senate and the House of Representatives shall each have 30</u>
- 13 <u>calendar days or ten legislative days, whichever is longer, from</u>
- 14 the date on which the agency requested the concurrent resolution
- 15 to consider the concurrent resolution. If the General Assembly
- 16 does not adopt the concurrent resolution in the time prescribed
- 17 in this subsection, the final-form regulation or final-omitted
- 18 regulation shall be deemed not approved and the regulation shall
- 19 not take effect.
- 20 (b) This section shall not apply to emergency-certified
- 21 regulations adopted under section 6(d).
- 22 Section 7. This act shall apply to any regulation prepared
- 23 in final form on or after the effective date of this section.
- 24 Section 8. This act shall take effect in 60 days.