117TH CONGRESS 2D SESSION

H. R. 9390

To amend title 5, United States Code, to require disclosure of conflicts of interest with respect to rulemaking, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

DECEMBER 1, 2022

Ms. Jayapal (for herself, Mr. Cicilline, Mr. García of Illinois, Mr. Johnson of Georgia, Mr. Jones, Ms. Lee of California, Ms. Ocasio-Cortez, Ms. Porter, Ms. Scanlon, and Mr. Takano) introduced the following bill; which was referred to the Committee on the Judiciary, and in addition to the Committee on Oversight and Reform, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend title 5, United States Code, to require disclosure of conflicts of interest with respect to rulemaking, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Stop Corporate Cap-
- 5 ture Act".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:

- (1) Congress is dependent on providing discretion to executive officials and agencies (including independent agencies) to implement its statutes.

 Congress provides appropriate oversight of the use of this discretion.
 - (2) Regulatory legislation is often phrased in broad terms, with an intelligible principle, to empower agencies to address issues, such as those presented by technological, scientific, or social developments that were not precisely foreseen when the legislation was enacted; and to draw upon the agency's specialized knowledge, experience, and responsibility for implementing the statute.
 - (3) Such broad authorizing language is often necessary to empower the administering agency to take effective action when new or unforeseen issues arise, provided that the rule does not exceed clear limits in statute nor implement it in an impermissible manner.
 - (4) A rule that an agency has adopted to implement a broadly worded regulatory statute should generally not be held to be invalid on the basis that Congress has not addressed the agency's proposed course of action in specific terms.

1	(5) A rule that an agency has adopted to imple-
2	ment a regulatory statute should generally not be
3	held to be invalid on the basis that the agency has
4	not previously adopted a similar rule or scheme of
5	regulation.
6	(6) The expectation that a rule will have broad
7	economic, political, or social signficance, should not,
8	standing alone, negate application of the principle
9	stated in paragraph (1), (2), or (3).
10	SEC. 3. SENSE OF CONGRESS.
11	It is the sense of Congress that—
12	(1) agency economic analyses of regulatory ac-
13	tions commonly underestimate the benefits of regu-
14	latory actions that protect public health and safety
15	and overestimate the costs of regulatory action to in-
16	dustry;
17	(2) agency regulatory actions often fail to ade-
18	quately consider the distributional effects and social
19	equity impact of regulatory action; and
20	(3) an agency shall prioritize the statutory di-
21	rection of Congress when taking regulatory action.
22	SEC. 4. DISCLOSURE OF CONFLICTS OF INTEREST.
23	Section 553 of title 5, United States Code, is amend-
24	ed—
25	(1) in subsection (c)—

1	(A) by striking "After notice required" and
2	inserting the following:
3	"(1) After notice required"; and
4	(B) by adding at the end the following:
5	"(2) In the case of any submission under para-
6	graph (1) by an interested person that includes a
7	scientific, economic, or technical study or research
8	(or a citation thereto) that the interested person
9	funded directly or indirectly, or the nonpublic results
10	of any scientific, economic, or technical study or re-
11	search that the interested person funded directly or
12	indirectly, the interested person shall disclose to the
13	agency, the following:
14	"(A) The amount of any funds that were
15	received by the person who conducted the study
16	or research.
17	"(B) The entity that provided the funds
18	referred to in subparagraph (A).
19	"(C) Any entity that was allowed to review
20	or revise the study or research, and the extent
21	of that review or revision.
22	"(D) Any financial relationship between
23	the person who conducted the study or re-
24	search, and any person that would be affected
25	by the proposed rule.";

1	(2) in subsection (c), in the first sentence, by
2	inserting ", subject to subsections (f) and (h)," after
3	"the agency shall"; and
4	(3) by adding at the end the following:
5	"(f) With respect to any submission by an interested
6	person under subsection (c) or any other submission by
7	an interested person relating to a proposed rule or final
8	rule that includes a scientific, economic, or technical study
9	or research by the interested person not published in a
10	publicly available peer-reviewed publication, or any result
11	of a scientific, economic, or technical study or research
12	by the interested person not published in a publicly avail-
13	able peer-reviewed publication, the interested person, in
14	making that submission, shall disclose to the agency—
15	"(1) the source of any funding for the study or
16	research, as applicable;
17	"(2) any entity that sponsored the study or re-
18	search;
19	"(3) the extent to which the findings of the
20	study or research were reviewed by a person that
21	may be affected by the rulemaking to which the sub-
22	mission relates;
23	"(4) the identity of any person identified under
24	paragraph (3); and

- "(5) the nature of any financial relationship, including a consulting agreement, the support of any expert witness, and the funding of research, between any person that conducted the study or research and any interested person with respect to the rulemaking
- 7 SEC. 5. INCREASING DISCLOSURES RELATING TO STUDIES

to which the submission relates.".

- 8 AND RESEARCH.
- 9 Section 553 of title 5, United States Code, as amend-
- 10 ed by section 4 of this Act, is amended by adding at the
- 11 end the following:

- 12 "(g) With respect to a study or research that is sub-
- 13 mitted by an interested person to an agency under sub-
- 14 section (c), the agency shall ensure that the study or re-
- 15 search is available to the public (including on the Internet
- 16 website of the agency and on the public docket of the agen-
- 17 cy for the rulemaking) unless disclosure is exempted or
- 18 excluded under section 552.
- 19 "(h)(1) If a study or research submitted by an inter-
- 20 ested person to an agency under subsection (c) presents
- 21 a conflict described in paragraph (2), the agency shall dis-
- 22 close the conflict to the public on the internet website of
- 23 the agency and on the public docket of the agency, and
- 24 by publication in the Federal Register, unless disclosure
- 25 is exempted or excluded under section 552.

1 "(2) A conflict described in this subsection means a 2 study or research for which— 3 "(A) not less than 10 percent of the funding for 4 the study or research is from an entity subject to 5 the jurisdiction of the agency with respect to that 6 rulemaking; or "(B) an entity subject to the jurisdiction of the 7 8 agency with respect to that rulemaking that is regu-9 lated by the agency exercises editorial control over 10 the study or research. 11 "(i) In the case of a violation of the requirement to 12 make a disclosure— "(1) under subsection (c)(2) or subsection (f) 13 14 with respect to a submission; or "(2) under subsection (h) with respect to a con-15 16 flict related to a submission referred to under sub-17 section (g), the agency may exclude from consideration or otherwise 18 19 disregard the submission, and the agency has no obliga-20 tion to respond to the submission, except that the submis-21 sion may be remade with required disclosures during the 22 opportunity for participation referred to in subsection 23 (c)(1). Nothing in this subsection may be construed to affect the level of deference (in accordance with applicable

1	law) accorded to agency action by a court reviewing such
2	action.".
3	SEC. 6. DISCLOSURE OF INTER-GOVERNMENTAL RULE
4	CHANGE.
5	With respect to any material provided to the Office
6	with regard to a regulatory action for purposes of central-
7	ized review of regulatory actions, the agency shall—
8	(1) not later than the date on which the agency
9	publishes a general notice of proposed rulemaking
10	required under section 553(b) of title 5, United
11	States Code, with respect to the action, place in the
12	rulemaking docket—
13	(A) the substance of any change between
14	the text of any draft regulatory action that the
15	agency provided to the Office and the text pub-
16	lished in the general notice with respect to the
17	action; and
18	(B) a statement regarding whether any
19	change described in subparagraph (A) was
20	made as a result of communication with—
21	(i) the Office;
22	(ii) another agency; or
23	(iii) any other Federal official; and

1	(2) not later than the date on which the agency
2	publishes the regulatory action in the Federal Reg-
3	ister, place in the rulemaking docket—
4	(A) the substance of any changes between
5	the text of the regulatory action that the agency
6	provided to the Office and the text of the regu-
7	latory action that the agency published in the
8	Federal Register; and
9	(B) a statement regarding whether any
10	change described in subparagraph (A) was
11	made as a result of communication with—
12	(i) the Office;
13	(ii) another agency; or
14	(iii) any other Federal official.
15	SEC. 7. JUSTIFICATION OF WITHDRAWN RULES.
16	(a) In General.—If an agency withdraws a regu-
17	latory action after providing the action to the Office under
18	section 6(a)(3) of the Executive order (or, if the agency
19	does not provide the regulatory action to the Office under
20	that section, after publishing the general notice of pro-
21	posed rulemaking with respect to the action under section
22	553(b) of title 5, United States Code), the agency shall

23 publish in the Federal Register, on the public docket of

24 the agency, and on the internet website of the agency a

```
statement regarding the decision by the agency to with-
 2
    draw the action.
 3
        (b) Contents.—A statement required under para-
 4
    graph (1) with respect to a decision by an agency to with-
 5
    draw a regulatory action shall include, at a minimum—
 6
             (1) a detailed explanation of the reasons that
 7
        the agency withdrew the action; and
 8
             (2) an explanation regarding whether the deci-
 9
        sion by the agency to withdraw the action was
10
        based, in whole or in part, on a request by, or input
11
        from—
12
                  (A) the Office;
13
                  (B) another agency; or
14
                  (C) any other Federal official.
15
    SEC. 8. NEGOTIATED RULEMAKING.
16
        (a) IN GENERAL.—Subchapter III of chapter 5 of
    title 5, United States Code, is amended—
18
             (1) in section 561, in the first sentence, by in-
19
        serting "between agencies and Federal, State, local,
20
        or tribal governments. This subchapter shall apply
21
        only to information negotiations between Federal,
22
        State, local, or tribal governments" after "informal
23
        rule making process";
24
             (2) in section 563—
25
                  (A) in subsection (a)—
```

1	(i) in paragraph (2), by inserting
2	"Federal, State, local, or tribal govern-
3	ment" after "identifiable"; and
4	(ii) in paragraph (3), by striking
5	"persons who" and inserting "representa-
6	tives of Federal, State, local, and tribal
7	governments that"; and
8	(B) in subsection (b)—
9	(i) in paragraph (1)—
10	(I) in subparagraph (A)—
11	(aa) by striking "persons
12	who' and inserting "Federal,
13	State, local, or tribal govern-
14	ments that"; and
15	(bb) by striking ", including
16	residents of rural areas"; and
17	(II) in subparagraph (B)—
18	(aa) by striking "with such
19	persons" and inserting "with rep-
20	resentatives of those govern-
21	ments"; and
22	(bb) by striking "to such
23	persons" and inserting "to those
24	governments"; and

1	(ii) in paragraph (2), in the second
2	sentence—
3	(I) by striking "persons who"
4	and inserting "representatives of Fed-
5	eral, State, local, or tribal govern-
6	ments that"; and
7	(II) by striking ", including resi-
8	dents of rural areas";
9	(3) in section 564—
10	(A) in the section heading, by striking ";
11	applications for membership on committees";
12	(B) in subsection (a)—
13	(i) in paragraph (4), by striking "the
14	person or persons" and inserting "the rep-
15	resentatives of Federal, State, local, and
16	tribal governments";
17	(ii) in paragraph (6), by adding "and"
18	at the end;
19	(iii) in paragraph (7), by striking ";
20	and" and inserting a period; and
21	(iv) by striking paragraph (8);
22	(C) by striking subsection (b);
23	(D) by redesignating subsection (c) as sub-
24	section (b); and
25	(E) in subsection (b), as so redesignated—

1	(i) in the subsection heading, by strik-
2	ing "AND APPLICATIONS"; and
3	(ii) by striking "and applications";
4	(4) in section 565(a)—
5	(A) in paragraph (1), in the first sentence,
6	by striking "and applications"; and
7	(B) in paragraph (2)—
8	(i) by striking "and applications"; and
9	(ii) by striking "publications," and all
10	that follows through the period at the end
11	and inserting "publications."; and
12	(5) in section 569(a), in the first sentence—
13	(A) by striking "and encourage agency use
14	of"; and
15	(B) by inserting "between Federal, State,
16	local, and tribal governments" after "negotiated
17	rule making".
18	(b) Technical and Conforming Amendments.—
19	(1) Balanced budget act of 1997.—Section
20	1856(b)(1) of the Balanced Budget Act of 1997 (42
21	U.S.C. 1395w-26) is amended by striking ", using
22	a negotiated rule making process under subchapter
23	III of chapter 5 of title 5, United States Code".
24	(2) Elementary and secondary education
25	ACT OF 1965.—The Elementary and Secondary Edu-

1	cation Act of 1965 (20 U.S.C. 6301 et seq.) is
2	amended—
3	(A) in section 1601 (20 U.S.C. 6571)—
4	(i) in subsection (a), by striking "sub-
5	sections (b) through (d)" and insert "sub-
6	section (b)";
7	(ii) by striking subsections (b) and
8	(e); and
9	(iii) by redesignating subsections (d)
10	and (e) as subsections (b) and (c), respec-
11	tively;
12	(B) by repealing section 1602; and
13	(C) in section 8204(c)(1), by striking
14	"using a negotiated rulemaking process to de-
15	velop regulations for implementation no later
16	than the 2017–2018 academic year, shall de-
17	fine" and inserting "shall, for implementation
18	no later than the 2017–2018 academic year, de-
19	fine".
20	(3) Health insurance portability and ac-
21	COUNTABILITY ACT OF 1996.—Section 216(b) of the
22	Health Insurance Portability and Accountability Act
23	of 1996 (42 U.S.C. 1320a–7b note) is amended—
24	(A) in the header, by striking "NEGO-
25	TIATED";

1	(B) by striking paragraphs (2) through
2	(9);
3	(C) by redesignating subparagraph (B) of
4	paragraph (1) as paragraph (2) and adjusting
5	the margins accordingly;
6	(D) in paragraph (2), as so redesignated,
7	by striking "subparagraph (A)" and inserting
8	"paragraph (1)";
9	(E) in paragraph (1), by striking the para-
10	graph heading, and the heading of subpararaph
11	(A); and
12	(F) in paragraph (1), by striking "The
13	Secretary of Health and Human Services (in
14	this subsection referred to as the 'Secretary')
15	shall establish, on an expedited basis and using
16	a negotiated rulemaking process under sub-
17	chapter 3 [III] of chapter 5 of title 5, United
18	States Code, standards" and inserting the fol-
19	lowing: "(1) Establishment.—The Secretary
20	of Health and Human Services (in this sub-
21	section referred to as the 'Secretary') shall es-
22	tablish standards".
23	(4) Higher education act of 1965.—The
24	Higher Education Act of 1965 (20 U.S.C. 1001 et
25	seq.) is amended—

1	(A) in section 207—
2	(i) by striking subsection (c); and
3	(ii) by redesignating subsection (d) as
4	subsection (c);
5	(B) in section $422(g)(1)$ —
6	(i) in subparagraph (B), by adding
7	"and" at the end;
8	(ii) in subparagraph (C), by striking
9	"; and" and inserting a period; and
10	(iii) by striking subparagraph (D);
11	(C) in section 487A(b)(3)(B), by striking
12	"as determined in the negotiated rulemaking
13	process under section 492";
14	(D) in section 491(l)(4)(A), by striking
15	"not later than two years after the completion
16	of the negotiated rulemaking process required
17	under section 492 resulting from the amend-
18	ments to this Act made by the Higher Edu-
19	cation Opportunity Act,"; and
20	(E) in section 492—
21	(i) in the section heading, by striking
22	" NEGOTIATED "; and
23	(ii) by amending subsection (b) to
24	read as follows:

1	"(b) Issuance of Regulations.—After obtaining
2	the advice and recommendations described in subsection
3	(a)(1), the Secretary shall issue final regulations within
4	the 360-day period described in section 437(e) of the Gen-
5	eral Education Provisions Act (12 U.S.C. 1232(e)).".
6	(5) Housing act of 1949.—Section $515(r)(3)$
7	of the Housing Act of 1949 (42 U.S.C. 1485) is
8	amended by striking "in accordance with" and all
9	that follows through the period at the end and in-
10	serting "under the rulemaking authority contained
11	in section 553 of title 5, United States Code.".
12	(6) Magnuson-stevens fishery conserva-
13	TION AND MANAGEMENT ACT.—Section 305(g) of
14	the Magnuson-Stevens Fishery Conservation and
15	Management Act (16 U.S.C. 1855(g)) is amended—
16	(A) by striking paragraphs (2) and (3);
17	(B) in paragraph (1)—
18	(i) by striking "(A)"; and
19	(ii) by redesignating subparagraph
20	(B) as paragraph (2) and adjusting the
21	margins accordingly; and
22	(C) in paragraph (2), as so redesignated,
23	by striking the second sentence.
24	(7) Mandatory price reporting act of
25	2010.—Section 2(b) of the Mandatory Price Report-

1	ing Act of 2010 (Public Law 111–239; 124 Stat.
2	2501) is amended—
3	(A) by striking "Wholesale Pork Cuts"
4	and all that follows through "chapter 3" and
5	inserting "Wholesale Pork Cuts.—Chapter
6	3"; and
7	(B) by striking paragraphs (2), (3), and
8	(4).
9	(8) PATIENT PROTECTION AND AFFORDABLE
10	CARE ACT.—Section 5602 of the Patient Protection
11	and Affordable Care Act (42 U.S.C. 254b note) is
12	amended—
13	(A) in the section heading, by striking
14	"NEGOTIATED";
15	(B) by striking subsections (b) through
16	(h);
17	(C) in subsection (a)—
18	(i) by redesignating paragraph (2) as
19	subsection (b) and adjusting the margins
20	accordingly; and
21	(ii) in paragraph (1)—
22	(I) by striking "(1) In Gen-
23	ERAL.—"; and

1	(II) by redesignating subpara-
2	graphs (A) and (B) as paragraphs (1)
3	and (2), respectively; and
4	(D) in subsection (b), as so redesignated,
5	by striking "paragraph (1)" and inserting "sub-
6	section (a)".
7	(9) Price-anderson amendments act of
8	1988.—Section 170 of the Atomic Energy Act of
9	1954 (42 U.S.C. 2210) is amended—
10	(A) by striking subsection (b); and
11	(B) in subsection (a)—
12	(i) by striking "(1) Purpose.—"; and
13	(ii) by redesignating paragraph (2) as
14	subsection (b) and adjusting the margins
15	accordingly.
16	(10) SOCIAL SECURITY ACT.—Title XVIII of
17	the Social Security Act (42 U.S.C. 1395 et seq.) is
18	amended—
19	(A) in section $1834(l)(1)$ (U.S.C.
20	1395m(l)(1)), by striking "through a negotiated
21	rule making process described in title 5, United
22	States Code, and"; and
23	(B) in section 1856(a) (42 U.S.C. 1395w-
24	26(a)):

1	(i) by striking paragraphs (2) through
2	(9);
3	(ii) in paragraph (1)—
4	(I) by striking "(A) IN GEN-
5	ERAL.—";
6	(II) by striking "and using a ne-
7	gotiated rule making process under
8	subchapter III of chapter 5 of title
9	5"; and
10	(III) by redesignating subpara-
11	graph (B) as paragraph (2) and ad-
12	justing the margins accordingly; and
13	(iii) in paragraph (2), as so redesig-
14	nated, by striking "subparagraph (A)" and
15	inserting "paragraph (1)".
16	(11) TITLE 5.—The table of sections for sub-
17	chapter III of chapter 5 of title 5, United States
18	Code, is amended by striking the item relating to
19	section 564 and inserting the following:
	"564. Publication of notice.".
20	(12) TITLE 49.—Section 31136(g)(1) of title
21	49, United States Code, is amended—
22	(A) by striking "shall—" and all that fol-
23	lows through "issue" and inserting "shall
24	issue'':

(B) by striking "; or" and inserting a pe-1 2 riod; and 3 (C) by striking subparagraph (B). 4 (13) Toxic substances control act.—Sec-5 tion 8(a) of the Toxic Substances Control Act (15 6 U.S.C. 2607(a)) is amended by— 7 (A) striking paragraph (6); and 8 (B) redesignating paragraph (7) as para-9 graph (6). 10 (14) United States Housing act of 1937.— 11 Section 9 of the United States Housing Act of 1937 12 (42 U.S.C. 1437g) is amended by striking sub-13 section (f). 14 SEC. 9. STREAMLINING OIRA REVIEW. 15 (a) In General.—Except as provided in paragraph (2), if the Office commences a review of a significant regu-16 latory action, the Office shall complete such review not more than 60 days after the date on which the Office re-18 19 ceives the significant regulatory action. 20 (b) Extension.—The Office may extend the 60-day 21 period described in paragraph (1) by a single 60-day period if the Office provides the agency with, and makes 23 publicly available, a written justification for the extension. 24 (c) Publication of Regulatory Action.—If the Office waives review of a significant regulatory action of

- 1 an agency without a request for further consideration or
- 2 does not notify the agency in writing of the results of the
- 3 review within the time frame described in paragraph (1)
- 4 or (2), the agency may publish the significant regulatory
- 5 action in the Federal Register.
- 6 SEC. 10. PENALIZING PUBLIC COMPANIES THAT SUBMIT
- 7 FALSE INFORMATION TO AGENCIES.
- 8 Section 553 of title 5, United States Code, as amend-
- 9 ed by sections 3 and 4 of this Act, is amended by adding
- 10 at the end the following:
- 11 "(j)(1) Any entity required to file an annual report
- 12 under section 13 of the Securities Exchange Act of 1934
- 13 (15 U.S.C. 78m) that makes a submission under sub-
- 14 section (c) knowing the same—
- 15 "(A) to include any materially false, fictitious,
- or fraudulent statement or representation; or
- 17 "(B) to omit any material fact resulting in any
- 18 statement or representation being false or mis-
- 19 leading,
- 20 shall be subject a civil penalty of not less than \$250,000
- 21 for a first violation.
- 22 "(2) Any entity that has a subsequent violation of
- 23 paragraph (1) shall be subject to a civil penalty of not
- 24 less than \$1,000,000 for each subsequent violation.

- 1 "(3) Any submission in violation of this subsection
- 2 may be excluded from the record and from consideration
- 3 by the agency or otherwise disregarded, such submission
- 4 (or any amendment to such submission) may not be resub-
- 5 mitted thereafter. An exclusion or other disregard of a
- 6 submission pursuant to this subsection shall not affect the
- 7 level of deference (in accordance with applicable law) ac-
- 8 corded to agency action by a court reviewing such action.
- 9 "(k) Any entity required to file an annual report pur-
- 10 suant to section 13 of the Securities Exchange Act of
- 11 1934 (15 U.S.C. 78m), shall include in a submission
- 12 under subsection (c)(2) the annual report filed in the year
- 13 previous to such submission and the quarterly report filed
- 14 most recently prior to such submission.".
- 15 SEC. 11. ESTABLISHMENT OF THE OFFICE OF THE PUBLIC
- 16 ADVOCATE.
- 17 Subchapter I of chapter 5 of title 5, United States
- 18 Code, is amended as follows:
- 19 (1) By adding at the end the following:
- 20 "\§ 508. Office of the Public Advocate
- 21 "(a) ESTABLISHMENT.—There is established in the
- 22 Office of Management and Budget an office to be known
- 23 as the 'Office of the Public Advocate'.
- 24 "(b) National Public Advocate.—The Office of
- 25 the Public Advocate shall be under the supervision of an

1	official to be known as the 'National Public Advocate', who
2	shall—
3	"(1) be appointed by the President, by and with
4	the advice and consent of the Senate;
5	"(2) report to the President;
6	"(3) be entitled to compensation at the same
7	rate as the highest rate of basic pay established for
8	the Senior Executive Service under section 5382;
9	"(4) have a background in customer service,
10	consumer protection, or administrative law; and
11	"(5) have experience working with the public in
12	cases involving rules (as defined in section 551).
13	"(c) Duties.—The duties of the Office of the Public
14	Advocate shall include—
15	"(1) assisting agencies in soliciting public par-
16	ticipation in the rulemaking process;
17	"(2) assisting individuals in participating in the
18	rulemaking process;
19	"(3) working with agencies, Congress, and the
20	public to identify problems and improve public par-
21	ticipation in the rulemaking process;
22	"(4) conducting and publishing research on so-
23	cial equity impacts of the rulemaking process;
24	"(5) developing and coordinating social equity
25	definitions across the executive branch.

1	"(6) when requested by the agency or by the
2	public through comments submitted through the
3	process described in section 553 of title 5, United
4	States Code, performing, not later than 30 days
5	after the receipt of such a request, a social equity
6	assessment (as such term is defined in the Stop Cor-
7	porate Capture Act) for a proposed rule; and
8	"(7) facilitating means by which individuals and
9	populations that have not historically participated in
10	the rulemaking process may be better included in
11	the rulemaking process, including by—
12	"(A) recommending and implementing new
13	outreach plans;
14	"(B) partnering with State, local, and
15	Tribal governments, and with community-based
16	organizations to propagate information about
17	rules changes; and
18	"(C) ensuring information about agency
19	rulemaking and changes to rules are written in
20	clear, accessible language that is accessible in
21	multiple languages.
22	"(d) Rulemaking.—Not later than 180 days after
23	the date on which the National Public Advocate is ap-
24	pointed under this subsection or 180 days after the date
25	of enactment of this subsection, whichever is later, the Na-

- tional Public Advocate shall make rules to carry out this 2 section.".
- 3 (2) In the table of sections for such chapter, by
- 4 inserting after the item relating to section 507 the
- 5 following:

"508. Office of the Public Advocate.".

SEC. 12. SCOPE OF REVIEW.

- 7 Section 706 of title 5, United States Code, is amend-
- 8 ed—
- 9 (1) in the first sentence of the matter preceding
- 10 paragraph (1)—
- (A) by striking "agency action." and in-11 12 serting "agency action. If a statute that an 13 agency administers is silent or ambiguous as to 14 the proper construction of a particular term or 15 provision or set of terms or provisions, and an 16 agency has followed the applicable procedures 17 in subchapter II of chapter 5, has otherwise 18 lawfully adjudicated a matter, or has followed 19 the corresponding procedural provisions of the 20 relevant statute, as applicable, a reviewing court 21

shall defer to the agency's reasonable or per-

missible interpretation of that statute, regard-

less of the significance of the related agency ac-

tion or a possible future agency action."; and

22

23

1	(B) by striking "To the extent necessary"
2	and inserting:
3	"(a) In General.—To the extent necessary"; and
4	(2) by adding at the end the following:
5	"(b) Unreasonable Delay.—For purposes of sub-
6	section (a)(1), unreasonable delay shall include—
7	"(1) when an agency has not issued a notice of
8	proposed rulemaking before the date that is 1 year
9	of the date of enactment of the legislation man-
10	dating the rulemaking, where no deadline for the
11	rulemaking was specified in the enacted law;
12	"(2) when an agency has not issued a final
13	version of a proposed rule before the date that is 1
14	year of the date on which the proposed rule was
15	published in the Federal Register;
16	"(3) when an agency has not implemented a
17	final rule before the date that is 1 year of the imple-
18	mentation date published in the Federal Register or,
19	if no implementation date was provided, before the
20	date that is 1 year of the date on which the final
21	rule was published in the Federal Register; and
22	"(4) when an agency has not issued or imple-
23	mented a final rule, upon a showing of good cause
24	therefor.".

1	SEC. 13. EXPANDING PUBLIC AWARENESS OF
2	RULEMAKINGS.
3	(a) In General.—Section 553 of title 5, United
4	States Code, as amended by section 8 of this Act, is
5	amended by adding at the end the following:
6	"(l)(1) The head of each agency shall take such ac-
7	tions as may be necessary to—
8	"(A) expand public awareness of the initiation
9	of each rulemaking proceeding;
10	"(B) expand public awareness of the publication
11	of each proposed rule;
12	"(C) expand public awareness when a rule is
13	published; and
14	"(D) establish a participation log, including all
15	rulemaking participants, with respect to each rule-
16	making.
17	"(2) Not later than two business days after the date
18	on which an agency publishes a notice of proposed rule-
19	making or a final rule under this section, the agency shall
20	notify interested persons of the publication, including by
21	using contact information that interested persons have
22	provided to the agency and by publishing such notice on
23	the agency's website and any social media accounts.".
24	(b) Effective Date.—The amendment made by
25	this section shall take effect beginning on the date that
26	is 30 days after the date of enactment of this Act.

1 SEC. 14. PUBLIC PETITIONS.

2	Section 553(e) of title 5, United States Code, is
3	amended—
4	(1) by inserting "(1)" before "Each agency";
5	and
6	(2) by adding at the end the following:
7	"(2) Not later than 60 days after the date on
8	which an agency receives more than 100,000 signa-
9	tures on a single petition under paragraph (1), the
10	agency shall provide a written response that in-
11	cludes—
12	"(A) an explanation of whether the agency
13	has engaged or is engaging in the requested
14	issuance, amendment, or repeal of a rule; and
15	"(B) if the agency has not engaged in the
16	requested issuance, amendment, or repeal of a
17	rule, a written explanation for not engaging in
18	the requested issuance, amendment, or repeal.
19	"(3) Not later than 30 days after the effective
20	date of this paragraph, the head of each agency shall
21	establish and publish procedures for the processing
22	of a petition under paragraph (1), including—
23	"(A) using the agency website, the Federal
24	Register, and other Federal websites to educate
25	the public about how to file petition under para-
26	graph (1); and

1	"(B) creating an accessible docket on the
2	internet website of the agency, or on any exist-
3	ing Government-wide internet website, of any
4	petition filed under paragraph (1).
5	"(4) No agency action under this subsection
6	shall be subject to review under chapter 7.".
7	SEC. 15. AMENDMENT TO CONGRESSIONAL REVIEW ACT.
8	Section 801(b) of title 5, United States Code, is
9	amended—
10	(1) in paragraph (1), by striking "(1)"; and
11	(2) by striking paragraph (2).
12	SEC. 16. REINSTATEMENT OF DISAPPROVED RULES.
13	(a) Definitions.—In this section—
14	(1) the term "covered rule" means a rule for
15	which a joint resolution of disapproval was enacted
16	under chapter 8 of title 5, United States Code, be-
17	fore the date of enactment of this Act; and
18	(2) the term "Federal agency" has the meaning
19	given the term "agency" in section 551(1) of title 5
20	United States Code.
21	(b) FAST TRACK REINSTATEMENT.—A Federal agen-
22	cy may reinstate a covered rule by publishing the covered
23	rule in the Federal Register during the 1-year period be-
24	ginning on the date of enactment of this Act

- 1 (c) Reinstatement After 1-Year Period.—After
- 2 the end of the 1-year period beginning on the date of en-
- 3 actment of this Act, a Federal agency may reinstate a cov-
- 4 ered rule using the rulemaking procedures described in
- 5 section 553 of title 5, United States Code.

6 SEC. 17. COST-BENEFIT ANALYSIS.

- 7 (a) Requirement of Regulatory Impact.—If an
- 8 agency is performing a cost-benefit or regulatory impact
- 9 analysis in the course of issuing a rule, the agency shall—
- 10 (1) take into account the benefits of the rule to
- the public, including the nonquantifiable benefits of
- the rule; and
- 13 (2) except for good cause shown, prioritize
- adoption of a rule that provides benefits to the pub-
- lic, including nonquantifiable benefits.
- 16 (b) Requirement of Distributional Effects.—
- 17 An agency shall agency shall take into account distribu-
- 18 tional effects and the social equity impact of a rule when
- 19 issuing such rule.
- 20 (c) Scope of Review.—Section 706 of title 5,
- 21 United States Code, is amended by adding at the end the
- 22 following: "When acting under paragraph (2)(A), the
- 23 court shall not require an agency to demonstrate that the
- 24 challenged action meets a cost-benefit analysis standard
- 25 except where explicitly required by law.".

1	SEC. 18. DEFINITIONS.
2	In this Act:
3	(1) AGENCY; RULE.—The terms "agency" and
4	"rule" shall have the meanings given such terms in
5	section 551 of title 5, United States Code.
6	(2) Interested Person.—The term "inter-
7	ested person" includes individuals, partnerships, cor-
8	porations, associations, or public or private organiza-
9	tions of any character other than an agency.
10	(3) Office.—The term "Office" means the Of-
11	fice of Information and Regulatory Affairs of the Of-
12	fice of Management and Budget.
13	(4) REGULATORY ACTION.—The term "regu-
14	latory action" means any substantive action by an
15	agency that promulgates or is expected to lead to the
16	promulgation of a final rule or regulation, including
17	notices of inquiry, advance notices of proposed rule-
18	making, and notices of proposed rulemaking.
19	(5) SIGNIFICANT REGULATORY ACTION.—The
20	term "significant regulatory action" means any reg-
21	ulatory action that is likely to result in a rule that
22	may—
23	(A) have an annual effect on the economy
24	of \$100,000,000 or more or adversely affect in

a material way the economy, a sector of the

economy, productivity, competition, jobs, the

25

- environment, public health or safety, or State, local, or tribal governments or communities;
 - (B) create a serious inconsistency or otherwise interfere with an action taken or planned by another agency;
 - (C) materially alter the budgetary impact of entitlements, grants, user fees, or loan programs or the rights and obligations of recipients thereof; or
 - (D) raise novel legal or policy issues arising out of legal mandates, the President's priorities, or the general principles of regulation customarily practiced by the executive branch.
 - (6) Social Equity impact.—The term "social equity impact" means any impact of a proposed rule, whether intended or unintended, that might reasonably be expected to disproportionately affect a population of interested persons that is part of a protected class or set of protected classes, based on the rules's plain language, stated intention, and based on credible statistical projections and data on the impacts of similar rules, laws, and policies.
 - (7) Social equity assessment" means a written and publicly available report that shall specifically consider

any social equity impact, positive or negative, that
the proposed policy might have on a population of
interested persons who share a common characteristic that renders them part of a protected
class, where that population was previously subjected
to discriminatory or exclusionary practices by the
agency promulgating the rule or where credible demographic evidence demonstrates significant disparities experienced by different populations within a
protected class.

 \bigcirc