

114TH CONGRESS
2D SESSION

H. R. 5319

To amend the Congressional Budget Act of 1974 to establish a Federal regulatory budget and to impose cost controls on that budget, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MAY 24, 2016

Mr. WALKER (for himself, Mr. RATCLIFFE, Mrs. LOVE, Mr. HENSARLING, Mr. LOUDERMILK, and Mr. BRAT) introduced the following bill; which was referred to the Committee on the Budget, and in addition to the Committees on Rules, the Judiciary, Oversight and Government Reform, and Small Business, 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 the Congressional Budget Act of 1974 to establish a Federal regulatory budget and to impose cost controls on that budget, 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 “Article I Regulatory
5 Budget Act”.

1 **SEC. 2. PRESIDENT'S ANNUAL BUDGET SUBMISSIONS.**

2 Section 1105(a) of title 31, United States Code, is
3 amended by adding at the end the following:

4 “(40)(A) for the first fiscal year that begins at
5 least 120 days after the date of enactment of this
6 paragraph, and every fiscal year thereafter until the
7 fifth fiscal year that begins after the date of enact-
8 ment of this paragraph, a projection of the Federal
9 regulatory cost of any proposed Federal regulation,
10 rule, or statement (as such terms are defined in sec-
11 tion 321 of the Congressional Budget Act of 1974)
12 for the fiscal year and at least each of the 4 ensuing
13 fiscal years, which shall include—

14 “(i) the projection of the Federal regu-
15 latory cost by agency and program; and

16 “(ii) any changes in a Federal regulation,
17 rule, or statement in the Unified Agenda of
18 Federal Regulatory and Deregulatory Actions,
19 compiled by the Regulatory Information Service
20 Center of the General Services Administration;
21 and

22 “(B) for the fifth fiscal year that begins after
23 the date of enactment of this paragraph, and every
24 fiscal year thereafter, a regulatory authority budget
25 analysis of the Federal regulatory cost of complying
26 with all current and proposed Federal regulations,

1 rules, and statements and proposals (as such terms
 2 are defined in section 321 of the Congressional
 3 Budget Act of 1974) for complying with section 322
 4 of the Congressional Budget Act of 1974 for the fis-
 5 cal year for which the budget is submitted and the
 6 4 fiscal years after that year, which shall include a
 7 regulatory authority budget analysis of the Federal
 8 regulatory cost by agency and program.”.

9 **SEC. 3. ESTIMATION AND DISCLOSURE OF COSTS OF FED-**
 10 **ERAL REGULATION.**

11 (a) COSTS TO PRIVATE SECTOR OF NEW FEDERAL
 12 REGULATIONS.—Chapter 6 of title 5, United States Code,
 13 popularly known as the “Regulatory Flexibility Act”, is
 14 amended—

15 (1) in section 603—

16 (A) in subsection (a), in the second sen-
 17 tence, by inserting before the period the fol-
 18 lowing: “and shall discuss in detail whether the
 19 cost to businesses of complying with the pro-
 20 posed rule will vary depending on the size of the
 21 business and, if so, to what extent the cost will
 22 vary and what factors contribute to the vari-
 23 ation”;

24 (B) in subsection (c)—

1 (i) by redesignating paragraphs (1),
2 (2), (3), and (4) as subparagraphs (A),
3 (B), (C), and (D), respectively, and adjust-
4 ing the margin accordingly;

5 (ii) by inserting “(1)” after “(c)”; and

6 (iii) by striking “Consistent with the”
7 and inserting the following:

8 “(2) The analysis of significant alternatives to the
9 proposed rule shall include a detailed analysis of the costs
10 and benefits of the proposed rule and each alternative,
11 which shall separately address the costs and benefits for
12 each industry.

13 “(3) Consistent with the”; and

14 (C) by adding at the end the following:

15 “(e) Each initial regulatory flexibility analysis shall
16 also contain a description of the nature and amount of
17 monetary costs that will be incurred by small entities,
18 other businesses, and individuals in complying with the
19 proposed rule.”;

20 (2) in section 604(a)—

21 (A) in the first paragraph designated as
22 paragraph (6) (relating to minimization of sig-
23 nificant economic impacts), by striking “and”
24 at the end;

1 (B) by redesignating the second paragraph
2 (6) (relating to covered agencies), as paragraph
3 (8); and

4 (C) by inserting after paragraph (6) the
5 following:

6 “(7) a statement of the nature and amount of
7 monetary costs that will be incurred by small enti-
8 ties, other businesses, and individuals in complying
9 with the rule; and”;

10 (3) in section 607, by inserting before the pe-
11 riod the following: “, except that estimates of mone-
12 tary costs under sections 603(d) and 604(a)(7) shall
13 only be in the form of a numerical description”.

14 (b) AGENCY REPORTS.—Each agency that prepares
15 an initial regulatory flexibility analysis under chapter 6
16 of title 5, United States Code, shall, at the same time sub-
17 mit to each House of Congress, the Congressional Budget
18 Office, and the Office of Management and Budget a cost
19 estimate and cost benefit analysis of any new proposed
20 regulations, rules, or statements that would have a Fed-
21 eral regulatory cost (as defined in section 321 of the Con-
22 gressional Budget Act of 1974, as added by this Act) of
23 at least \$100,000,000 for any fiscal year.

24 **SEC. 4. GUIDANCE DOCUMENTS.**

25 (a) DEFINITIONS.—In this section—

1 (1) the terms “agency” and “rule” have the
2 meanings given such terms in section 551 of title 5,
3 United States Code;

4 (2) the term “guidance document” means an
5 agency statement of general applicability and future
6 effect, other than a rule, that sets forth a policy on
7 a statutory, regulatory, or technical issue or an in-
8 terpretation of a statutory or regulatory issue; and

9 (3) the term “significant guidance document”—

10 (A) means a guidance document that the
11 Office of Management and Budget determines
12 will be disseminated to regulated entities or the
13 general public and may reasonably be antici-
14 pated to—

15 (i) lead to an annual effect of not less
16 than \$100,000,000 on, or adversely affect
17 in a material way, the economy, a sector of
18 the economy, productivity, competition,
19 jobs, the environment, public health or
20 safety, or State, local, or tribal govern-
21 ments or communities;

22 (ii) create a serious inconsistency or
23 otherwise interfere with an action taken or
24 planned by an agency other than the agen-
25 cy issuing the guidance document;

(iii) materially alter the budgetary impact of entitlements, grants, user fees, or loan programs or the rights or obligations of recipients thereof; or

(iv) raise novel legal or policy issues arising out of legal mandates, the priorities of the President, or the principles set forth in Executive Order 12866 (5 U.S.C. 601 note; relating to regulatory planning and review); and

(B) does not include a guidance document that the Office of Management and Budget determines—

(i) relates to regulations issued in accordance with the formal rulemaking provisions of sections 556 and 557 of title 5, United States Code;

(ii) pertains to a military or foreign affairs function of the United States, other than procurement regulations and regulations involving the import or export of non-defense articles and services;

(iii) relates to regulations that are limited to agency organization, management, or personnel matters; or

1 (iv) is within a category of guidance
2 documents exempted by the Administrator
3 of the Office of Information and Regu-
4 latory Affairs.’

5 (b) LIMITATION ON GUIDANCE DOCUMENTS.—An
6 agency may not issue a significant guidance document un-
7 less the agency issues the significant guidance document
8 after notice and an opportunity for comment in accord-
9 ance with the requirements for the promulgation of a rule
10 under chapter 5 of title 5, United States Code.

11 (c) PRIVATE RIGHT OF ACTION.—Any person ag-
12 grieved of an action taken or failed to be taken under a
13 guidance document that was not issued in accordance with
14 subsection (b) may bring a civil action in an appropriate
15 district court of the United States alleging that the guid-
16 ance document should have been treated as a significant
17 guidance document.

18 **SEC. 5. AMENDMENTS TO THE CONGRESSIONAL BUDGET**
19 **ACT OF 1974.**

20 (a) FEDERAL REGULATORY BUDGET COST CONTROL
21 SYSTEM.—Title III of the Congressional Budget Act of
22 1974 is amended—

23 (1) by inserting before section 300 the fol-
24 lowing:

1 **“PART A—GENERAL PROVISIONS”;**

2 and

3 (2) by adding at the end the following:

4 **“PART B—FEDERAL REGULATORY BUDGET COST**

5 **CONTROL**

6 **“SEC. 321. DEFINITIONS.**

7 “In this part—

8 “(1) the term ‘CBO’ means the Congressional
9 Budget Office;

10 “(2) the term ‘direct cost of Federal regulation’
11 means all costs incurred by, and expenditures re-
12 quired of, the Federal Government in issuing and
13 enforcing Federal regulations, rules, and statements
14 and Federal statutes;

15 “(3) the term ‘Federal regulation, rule, or
16 statement’—

17 “(A) includes any guidance document
18 issued after notice and an opportunity for com-
19 ment in accordance with the requirements for
20 the promulgation of a rule under chapter 5 of
21 title 5, United States Code; and

22 “(B) does not include—

23 “(i) a Federal regulation, rule, or
24 statement applying to—

25 “(I) the military; or

1 “(II) agency organization, man-
2 agement, or personnel; or

3 “(ii) a Federal regulation, rule, or
4 statement designated by the President as
5 being—

6 “(I) necessary because of an im-
7 minent threat to health or safety or
8 other emergency;

9 “(II) necessary for the enforce-
10 ment of criminal laws; or

11 “(III) necessary for national se-
12 curity;

13 “(4) the term ‘Federal regulatory cost’—

14 “(A) means all costs incurred by, and ex-
15 penditures required of, the private sector,
16 States, or local governments in complying with
17 any Federal regulation, rule, or statement or
18 any Federal statute; and

19 “(B) does not include the value of any ben-
20 efit under the Federal regulation, rule, or state-
21 ment or the Federal statute;

22 “(5) the term ‘gross domestic product’ means
23 the gross domestic product of the United States dur-
24 ing a fiscal year, consistent with Department of
25 Commerce definitions;

1 “(6) the term ‘OMB’ means the Office of Man-
2 agement and Budget; and

3 “(7) the term ‘regulatory baseline’ means the
4 projection described in section 326(a) of the Federal
5 regulatory cost for the fiscal year after the date of
6 the projection and the outyears.

7 **“SEC. 322. ESTABLISHMENT OF LEVEL AND ALLOCATIONS.**

8 “(a) ESTABLISHMENT OF LEVEL.—

9 “(1) IN GENERAL.—In addition to the require-
10 ments under section 301, a concurrent resolution on
11 the budget for a fiscal year shall set forth the appro-
12 priate level for the Federal regulatory cost for the
13 fiscal year and for at least each of the 4 ensuing fis-
14 cal years.

15 “(2) TRANSITION PERIOD.—

16 “(A) IN GENERAL.—For the first fiscal
17 year that begins at least 120 days after the
18 date of enactment of this section, and each fis-
19 cal year thereafter until the fiscal year de-
20 scribed in section 326(a), the Committee on the
21 Budget of the Senate and the Committee on the
22 Budget of the House of Representatives shall
23 include in the concurrent resolution on the
24 budget for the fiscal year as the appropriate
25 level for the Federal regulatory cost for the fis-

1 cal year and any other fiscal year covered by
2 the resolution the proposed levels submitted by
3 the President under section 1105(a)(40) of title
4 31, United States Code.

5 “(B) AMENDMENTS.—

6 “(i) IN GENERAL.—In the Senate and
7 the House of Representatives, it shall not
8 be in order to consider an amendment to
9 a concurrent resolution on the budget that,
10 if agreed to, would result in a net increase
11 in a level included pursuant to subpara-
12 graph (A).

13 “(ii) WAIVER AND APPEAL.—A point
14 of order under clause (i) may only be
15 waived by the affirmative vote of three-
16 fifths of the Members, duly chosen and
17 sworn. An affirmative vote of three-fifths
18 of Members, duly chosen and sworn, shall
19 be required to sustain an appeal of the rul-
20 ing of the Chair on a point of order raised
21 under clause (i).

22 “(3) DEFAULT TOTAL.—If there is not a level
23 for the Federal regulatory cost that is in effect for
24 a fiscal year under a concurrent resolution on the
25 budget—

1 “(A) for the first fiscal year that begins at
2 least 120 days after the date of enactment of
3 this section, and every fiscal year thereafter
4 until the fiscal year described in subparagraph
5 (B), the appropriate level for the Federal regu-
6 latory cost for the fiscal year shall be the pro-
7 posed level submitted by the President under
8 section 1105(a)(40) of title 31, United States
9 Code;

10 “(B) for the fifth fiscal year that begins
11 after the date of enactment of this section, the
12 appropriate level for the Federal regulatory cost
13 for the fiscal year shall be the amount of the
14 first regulatory baseline submitted under sec-
15 tion 326; and

16 “(C) for each fiscal year after the fiscal
17 year described in subparagraph (B), the appro-
18 priate level for the Federal regulatory cost for
19 the fiscal year shall be the level for the most re-
20 cent fiscal year for which such a level was in ef-
21 fect (under subparagraph (B), this subpara-
22 graph, or a concurrent resolution on the budg-
23 et).

24 “(b) ALLOCATION OF TOTALS.—

1 “(1) IN GENERAL.—For the first fiscal year
2 that begins at least 120 days after the date of enact-
3 ment of this section, and each fiscal year thereafter,
4 the joint explanatory statement accompanying the
5 conference report on a concurrent resolution on the
6 budget for such fiscal year shall include allocations
7 of the Federal regulatory cost in effect under sub-
8 section (a) for such fiscal year and at least each of
9 the 4 ensuing fiscal years—

10 “(A) among each committee of the Senate
11 and each committee of the House of Represent-
12 atives;

13 “(B) by major functional category; and

14 “(C) by agency.

15 “(2) SUBALLOCATIONS.—As soon as practicable
16 after receiving an allocation under paragraph (1),
17 each committee shall—

18 “(A) suballocate its allocation—

19 “(i) among its subcommittees;

20 “(ii) among programs over which the
21 committee has jurisdiction; and

22 “(iii) by agency; and

23 “(B) submit for printing in the Congres-
24 sional Record a statement detailing each sub-

1 allocation made by the committee under sub-
2 paragraph (A).

3 “(c) POINT OF ORDER.—

4 “(1) IN GENERAL.—If a concurrent resolution
5 on the budget setting forth the appropriate level for
6 the Federal regulatory cost for a fiscal year has been
7 agreed to, it shall not be in order in the Senate or
8 the House of Representatives to consider any bill or
9 resolution, or amendment thereto, which would cause
10 an allocation or suballocation of the Federal regu-
11 latory cost made under subsection (b) for that fiscal
12 year to be exceeded.

13 “(2) WAIVER AND APPEAL.—A point of order
14 under paragraph (1) may only be waived by the af-
15 firmative vote of three-fifths of the Members, duly
16 chosen and sworn. An affirmative vote of three-fifths
17 of Members, duly chosen and sworn, shall be re-
18 quired to sustain an appeal of the ruling of the
19 Chair on a point of order raised under paragraph
20 (1).

21 “(d) DETERMINATIONS BY BUDGET COMMITTEES.—

22 For purposes of this section, the amount of the Federal
23 regulatory cost for a fiscal year and the amount of the
24 Federal regulatory cost of a bill or resolution, or amend-
25 ment thereto, shall be determined by the Committee on

1 the Budget of the Senate or the Committee on the Budget
2 of the House of Representatives, as the case may be.

3 **“SEC. 323. ANALYSIS OF FEDERAL REGULATORY COST BY**
4 **CONGRESSIONAL BUDGET OFFICE.**

5 “(a) IN GENERAL.—CBO shall prepare for each bill
6 or resolution of a public character reported by any com-
7 mittee of the Senate or the House of Representatives (ex-
8 cept the Committee on Appropriations of each House),
9 and submit to such committee—

10 “(1) an estimate of the costs which would be in-
11 curred by the private sector in carrying out or com-
12 plying with such bill or resolution in the fiscal year
13 in which it is to become effective and in each of the
14 4 fiscal years following such fiscal year, which shall
15 include—

16 “(A) a net present value estimate of the
17 cost of compliance by the private sector with
18 such bill or resolution; and

19 “(B) a discussion of the methodology used
20 to prepare, and the basis for, each such esti-
21 mate; and

22 “(2) a comparison of the estimate of costs de-
23 scribed in paragraph (1) with any available esti-
24 mates of costs made by such committee or by any
25 agency.

1 “(b) LOOK-BACK REVIEWS.—CBO shall periodically
2 submit to Congress a report, prepared in consultation with
3 the Chairman of the Administrative Conference of the
4 United States, that—

5 “(1) reviews a sample of laws of a public char-
6 acter for which an estimate was prepared under sub-
7 section (a)(1); and

8 “(2) compares the estimates of the costs de-
9 scribed in paragraphs (1) and (2) of subsection (a)
10 and the actual costs incurred by the private sector
11 in carrying out or complying with the law in the fis-
12 cal year in which it took effect and in each of the
13 4 fiscal years following such fiscal year.

14 **“SEC. 324. ENFORCEMENT.**

15 “(a) ENFORCEMENT LANGUAGE REQUIRED IN AP-
16 PROPRIATION ACTS.—If a concurrent resolution on the
17 budget that includes levels and allocations of the Federal
18 regulatory cost for a fiscal year has been agreed to, it shall
19 not be in order in the Senate or the House of Representa-
20 tives to consider a bill, joint resolution, amendment be-
21 tween the Houses, or conference report making appropria-
22 tions for the fiscal year that does not include a provision
23 prohibiting amounts made available under the measure
24 from being obligated or expended to enforce a Federal reg-
25 ulation, rule, or statement that would cause a breach of

1 any level or allocation of the Federal regulatory cost in
2 effect for a fiscal year.

3 “(b) WAIVER AND APPEAL.—Subsection (a) may be
4 waived or suspended in the Senate only by an affirmative
5 vote of two-thirds of the Members, duly chosen and sworn.
6 An affirmative vote of two-thirds of the Members of the
7 Senate, duly chosen and sworn, shall be required to sus-
8 tain an appeal of the ruling of the Chair on a point of
9 order raised under subsection (a).

10 “(c) REVIEW OF COST.—

11 “(1) DETERMINATIONS OF COST.—

12 “(A) BEA DETERMINATION.—The Bureau
13 of Economic Analysis of the Department of
14 Commerce shall determine the change in the
15 Federal regulatory cost attributable to each
16 newly promulgated, or amendment to a, Federal
17 regulation, rule, or statement.

18 “(B) GUIDANCE FOR AGENCIES.—The Bu-
19 reau of Economic Analysis of the Department
20 of Commerce shall issue guidance to agencies
21 regarding the methodology to be used to deter-
22 mine the amount of, and any change in, the
23 Federal regulatory cost attributable to each
24 newly promulgated, or amendment to a, Federal
25 regulation, rule, or statement.

1 “(C) MANDATORY USE BY AGENCIES.—For
2 purposes of any analysis conducted by an agen-
3 cy (without regard to whether the analysis is
4 conducted for purposes of this Act), each agen-
5 cy shall determine the amount of, and any
6 change in, the Federal regulatory cost attrib-
7 utable to each newly promulgated, or amend-
8 ment to a, Federal regulation, rule, or state-
9 ment in accordance with the guidance issued
10 under subparagraph (B).

11 “(2) OMB DETERMINATION.—The OMB shall
12 determine whether the change in the Federal regu-
13 latory cost determined under paragraph (1) would
14 cause a breach of any level or allocation of the Fed-
15 eral regulatory cost in effect for a fiscal year, which
16 shall incorporate any reduction to the level or alloca-
17 tion of the Federal regulatory cost attributable to a
18 revision of a Federal regulation, rule, or statement
19 during the fiscal year.

20 “(3) CBO REVIEW.—The CBO shall—

21 “(A) review the methodology used by the
22 Bureau of Economic Analysis and the OMB for
23 each determination under paragraphs (1) and
24 (2); and

1 “(B) issue an opinion on whether the
2 change in the Federal regulatory cost attrib-
3 utable to the applicable newly promulgated, or
4 amendment to a, Federal regulation, rule, or
5 statement would cause a breach of any level or
6 allocation of the Federal regulatory cost in ef-
7 fect for a fiscal year.

8 “(d) IMPLEMENTATION.—The OMB shall issue a di-
9 rective prohibiting funds from being obligated or expended
10 to enforce a newly promulgated, or amendment to a, Fed-
11 eral regulation, rule, or statement during a fiscal year if—

12 “(1) the OMB determines that change in the
13 Federal regulatory cost attributable to the newly
14 promulgated, or amendment to a, Federal regula-
15 tion, rule, or statement, as determined by the Bu-
16 reau of Economic Analysis under subsection (c)(1),
17 would cause a breach of any level or allocation of the
18 Federal regulatory cost in effect for the fiscal year;
19 and

20 “(2) the appropriation Act making the applica-
21 ble appropriations for the fiscal year contains a pro-
22 vision described in subsection (a).

23 “(e) OFFSETTING SAVINGS.—In making determina-
24 tions under this section with respect to a newly promul-
25 gated, or amendment to a, Federal regulation, rule, or

1 statement, the Bureau of Economic Analysis, the CBO,
2 and the OMB shall subtract from the amount of the Fed-
3 eral regulatory cost, and any applicable allocation thereof,
4 any reduction to the Federal regulatory cost that is attrib-
5 utable to a revision of another Federal regulation, rule,
6 or statement made as part of the same rulemaking.

7 “(f) PRIVATE RIGHT OF ACTION.—Any person ag-
8 grieved of an action taken or failed to be taken under a
9 Federal regulation, rule, or statement for which the OMB
10 has issued a directive prohibiting enforcement under sub-
11 section (d) may bring a civil action in an appropriate dis-
12 trict court of the United States alleging that the Federal
13 regulation, rule, or statement should not have been en-
14 forced.

15 **“SEC. 325. OMB–CBO REPORTS.**

16 “Not later than 5 years after the date of enactment
17 of this section, and not later than September 15th of each
18 odd-numbered year thereafter, OMB and CBO shall joint-
19 ly submit to the President, the Senate, and the House of
20 Representatives a report that includes—

21 “(1) a projection of the direct cost of Federal
22 regulation and the Federal regulatory cost for the
23 first fiscal year beginning after the date of the re-
24 port and at least each of the 4 ensuing fiscal years;

1 “(2) a calculation of the estimated direct cost
2 of Federal regulation and Federal regulatory cost as
3 a percentage of the gross domestic product;

4 “(3) the reduction in estimated gross domestic
5 product attributable to private sector compliance
6 with all Federal regulations, rules, or statements
7 and all Federal statutes;

8 “(4) a detailed description of the effect on the
9 economy of the United States of Federal regulations,
10 rules, and statements and Federal statutes, which
11 shall be categorized as relating to—

12 “(A) regulation of the economy;

13 “(B) security, including homeland security;

14 “(C) the environment;

15 “(D) health and safety; or

16 “(E) the Federal budget;

17 “(5) a discussion of the expected reduction in
18 personnel, administrative overhead, and pro-
19 grammatic costs that would be achieved by Federal
20 agencies that issue regulations, rules, or statements
21 with a Federal regulatory cost if the Federal agen-
22 cies reduced the Federal regulatory cost by 5 per-
23 cent;

1 “(6) recommendations for budgeting, technical,
2 and estimating changes to improve the Federal regu-
3 latory budgeting process;

4 “(7) the Federal regulatory cost imposed by
5 each Executive branch agency on regulated entities;

6 “(8) the direct cost of Federal regulation attrib-
7 utable to each Executive branch agency;

8 “(9) the Federal regulatory costs imposed by
9 each Executive branch agency on small businesses,
10 small organizations, and small governmental juris-
11 dictions (as those terms are defined in section 601
12 of title 5, United States Code); and

13 “(10) the sum of the costs described in para-
14 graph (9).

15 **“SEC. 326. REGULATORY BASELINE.**

16 “(a) IN GENERAL.—For the fifth fiscal year that be-
17 gins after the date of enactment of this section and for
18 every second fiscal year thereafter, CBO, in consultation
19 with OMB, shall submit to the President, the Senate, and
20 the House of Representatives a regulatory baseline, con-
21 sisting of a projection of the Federal regulatory cost for
22 the fiscal year and at least each of the 4 ensuing fiscal
23 years. In preparing the projection of the regulatory base-
24 line under this subsection, for the second fiscal year cov-
25 ered under the projection and each fiscal year thereafter,

1 CBO shall adjust the baseline for the estimated growth
 2 during that fiscal year in the gross domestic product.

3 “(b) DEADLINE.—The CBO shall submit a regu-
 4 latory baseline required under subsection (a) for a fiscal
 5 year not later than the date on which the CBO submits
 6 the report required under section 202(e)(1) with respect
 7 to that fiscal year.

8 “(c) REGULAR UPDATES ON DEVELOPMENT OF REG-
 9 ULATORY BASELINE.—Not later than the date on which
 10 the CBO submits the report required under section
 11 202(e)(1) with respect to each fiscal year during the pe-
 12 riod beginning on the date of enactment of this section
 13 and ending on the date on which the CBO submits the
 14 first projection of the Federal regulatory cost under sub-
 15 section (a), the CBO shall submit to the Committee on
 16 the Budget of the Senate and the Committee on the Budg-
 17 et of the House of Representatives an annual update on
 18 the progress of the CBO in developing the regulatory base-
 19 line.”.

20 (b) TECHNICAL AND CONFORMING AMENDMENT.—
 21 The table of contents set forth in section 1(b) of the Con-
 22 gressional Budget and Impoundment Control Act of 1974
 23 is amended—

24 (1) by inserting before the item relating to sec-
 25 tion 300 the following:

“PART A. GENERAL PROVISIONS”;

1 and

2 (2) by inserting after the item relating to sec-
3 tion 315 the following:

“PART B. FEDERAL REGULATORY BUDGET COST CONTROL

“Sec. 321. Definitions.

“Sec. 322. Establishment of level and allocations.

“Sec. 323. Analysis of Federal regulatory cost by Congressional Budget Office.

“Sec. 324. Enforcement.

“Sec. 325. OMB–CBO reports.

“Sec. 326. Regulatory baseline.”.

4 **SEC. 6. STUDY OF NONMAJOR RULES.**

5 (a) DEFINITIONS.—In this section—

6 (1) the term “agency” has the meaning given
7 that term in section 551 of title 5, United States
8 Code;

9 (2) the term “covered guidance document”
10 means any guidance document that has resulted or
11 is likely to result in an annual effect on the economy
12 of not less than \$10,000,000;

13 (3) the term “covered nonmajor rule” means
14 any rule that has resulted in or is likely to result in
15 an annual effect on the economy of not less than
16 \$10,000,000 and not more than \$100,000,000;

17 (4) the term “guidance document” means an
18 agency statement of general applicability and future
19 effect, other than a rule, that sets forth a policy on
20 a statutory, regulatory, or technical issue or an in-
21 terpretation of a statutory or regulatory issue;

1 (5) the term “Federal regulatory cost” has the
2 meaning given that term under section 321 of the
3 Congressional Budget Act of 1974, as added by this
4 Act; and

5 (6) the term “rule” has the meaning given that
6 term in section 804 of title 5, United States Code.

7 (b) REPORTS.—Not later than 120 days after the
8 date of enactment of this Act and every 2 years thereafter,
9 the Comptroller General of the United States shall submit
10 to Congress a report regarding covered nonmajor rules
11 and covered guidance documents, which shall include, for
12 the 4-year period immediately preceding the report—

13 (1) the number of covered nonmajor rules pro-
14 mulgated;

15 (2) the number of covered nonmajor rules im-
16 plemented;

17 (3) the number of covered guidance documents
18 developed;

19 (4) the number of covered guidance documents
20 issued;

21 (5) the Federal regulatory cost of each covered
22 nonmajor rule implemented;

23 (6) the Federal regulatory cost of each covered
24 guidance document issued;

1 (7) the aggregate Federal regulatory cost of all
2 covered nonmajor rules implemented;

3 (8) the aggregate Federal regulatory cost of all
4 covered guidance documents issued; and

5 (9) a discussion of any covered nonmajor rule
6 for which an initial regulatory flexibility analysis was
7 prepared under section 603 of title 5, United States
8 Code, a final regulatory flexibility analysis was pre-
9 pared under section 604 of title 5, United States
10 Code, or a cost benefit analysis was prepared that
11 underestimated the actual Federal regulatory cost of
12 implementing the covered nonmajor rule.

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