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

MARCH 9, 2023

Ms. JAYAPAL (for herself, Ms. LEE of California, Ms. OCASIO-CORTEZ, Mr. TAKANO, Mr. CICILLINE, Mr. GARCIA of Illinois, Mr. JOHNSON of Georgia, Mr. LIEU, Ms. NORTON, and Ms. SCANLON) introduced the following bill; which was referred to the Committee on the Judiciary, and in addition to the Committee on Oversight and Accountability, 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.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the “Stop Corporate Capture Act”.

SEC. 2. FINDINGS.

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.
(5) A rule that an agency has adopted to implement a regulatory statute should generally not be held to be invalid on the basis that the agency has not previously adopted a similar rule or scheme of regulation.

(6) The expectation that a rule will have broad economic, political, or social significance, should not, standing alone, negate application of the principle stated in paragraph (1), (2), or (3).

SEC. 3. SENSE OF CONGRESS.

It is the sense of Congress that—

(1) agency economic analyses of regulatory actions commonly underestimate the benefits of regulatory actions that protect public health and safety and overestimate the costs of regulatory action to industry;

(2) agency regulatory actions often fail to adequately consider the distributional effects and social equity impact of regulatory action; and

(3) an agency shall prioritize the statutory direction of Congress when taking regulatory action.

SEC. 4. DISCLOSURE OF CONFLICTS OF INTEREST.

Section 553 of title 5, United States Code, is amended—

(1) in subsection (c)—
(A) by striking “After notice required” and inserting the following:

“(1) After notice required”; and

(B) by adding at the end the following:

“(2) In the case of any submission under paragraph (1) by an interested person that includes a scientific, economic, or technical study or research (or a citation thereto) that the interested person funded directly or indirectly, or the nonpublic results of any scientific, economic, or technical study or research that the interested person funded directly or indirectly, the interested person shall disclose to the agency, the following:

“(A) The amount of any funds that were received by the person who conducted the study or research.

“(B) The entity that provided the funds referred to in subparagraph (A).

“(C) Any entity that was allowed to review or revise the study or research, and the extent of that review or revision.

“(D) Any financial relationship between the person who conducted the study or research, and any person that would be affected by the proposed rule.”;
(2) in subsection (c), in the first sentence, by inserting “, subject to subsections (f) and (h),” after “the agency shall”; and

(3) by adding at the end the following:

“(f) With respect to any submission by an interested person under subsection (c) or any other submission by an interested person relating to a proposed rule or final rule that includes a scientific, economic, or technical study or research by the interested person not published in a publicly available peer-reviewed publication, or any result of a scientific, economic, or technical study or research by the interested person not published in a publicly available peer-reviewed publication, the interested person, in making that submission, shall disclose to the agency—

“(1) the source of any funding for the study or research, as applicable;

“(2) any entity that sponsored the study or research;

“(3) the extent to which the findings of the study or research were reviewed by a person that may be affected by the rulemaking to which the submission relates;

“(4) the identity of any person identified under 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 to which the submission relates.”.

SEC. 5. INCREASING DISCLOSURES RELATING TO STUDIES AND RESEARCH.

Section 553 of title 5, United States Code, as amended by section 4 of this Act, is amended by adding at the end the following:

“(g) With respect to a study or research that is submitted by an interested person to an agency under subsection (c), the agency shall ensure that the study or research is available to the public (including on the Internet website of the agency and on the public docket of the agency for the rulemaking) unless disclosure is exempted or excluded under section 552.

“(h)(1) If a study or research submitted by an interested person to an agency under subsection (c) presents a conflict described in paragraph (2), the agency shall disclose the conflict to the public on the internet website of the agency and on the public docket of the agency, and by publication in the Federal Register, unless disclosure is exempted or excluded under section 552.
“(2) A conflict described in this subsection means a study or research for which—

“(A) not less than 10 percent of the funding for the study or research is from an entity subject to the jurisdiction of the agency with respect to that rulemaking; or

“(B) an entity subject to the jurisdiction of the agency with respect to that rulemaking that is regulated by the agency exercises editorial control over the study or research.

“(i) In the case of a violation of the requirement to make a disclosure—

“(1) under subsection (e)(2) or subsection (f) with respect to a submission; or

“(2) under subsection (h) with respect to a conflict related to a submission referred to under subsection (g),

the agency may exclude from consideration or otherwise disregard the submission, and the agency has no obligation to respond to the submission, except that the submission may be remade with required disclosures during the opportunity for participation referred to in subsection (e)(1). Nothing in this subsection may be construed to affect the level of deference (in accordance with applicable
law) accorded to agency action by a court reviewing such action.”.

SEC. 6. DISCLOSURE OF INTER-GOVERNMENTAL RULE CHANGE.

With respect to any material provided to the Office with regard to a regulatory action for purposes of centralized review of regulatory actions, the agency shall—

(1) not later than the date on which the agency publishes a general notice of proposed rulemaking required under section 553(b) of title 5, United States Code, with respect to the action, place in the rulemaking docket—

(A) the substance of any change between the text of any draft regulatory action that the agency provided to the Office and the text published in the general notice with respect to the action; and

(B) a statement regarding whether any change described in subparagraph (A) was made as a result of communication with—

(i) the Office;

(ii) another agency; or

(iii) any other Federal official; and
(2) not later than the date on which the agency
publishes the regulatory action in the Federal Reg-
ister, place in the rulemaking docket—

(A) the substance of any changes between
the text of the regulatory action that the agency
provided to the Office and the text of the regu-
latory action that the agency published in the
Federal Register; and

(B) a statement regarding whether any
change described in subparagraph (A) was
made as a result of communication with—

(i) the Office;

(ii) another agency; or

(iii) any other Federal official.

SEC. 7. JUSTIFICATION OF WITHDRAWN RULES.

(a) IN GENERAL.—If an agency withdraws a regu-
latory action after providing the action to the Office under
section 6(a)(3) of the Executive order (or, if the agency
does not provide the regulatory action to the Office under
that section, after publishing the general notice of pro-
posed rulemaking with respect to the action under section
553(b) of title 5, United States Code), the agency shall
publish in the Federal Register, on the public docket of
the agency, and on the internet website of the agency a
statement regarding the decision by the agency to with-
draw the action.

(b) CONTENTS.—A statement required under para-
graph (1) with respect to a decision by an agency to with-
draw a regulatory action shall include, at a minimum—

(1) a detailed explanation of the reasons that
the agency withdrew the action; and

(2) an explanation regarding whether the deci-
sion by the agency to withdraw the action was
based, in whole or in part, on a request by, or input
from—

(A) the Office;
(B) another agency; or
(C) any other Federal official.

SEC. 8. NEGOTIATED RULEMAKING.

(a) IN GENERAL.—Subchapter III of chapter 5 of
title 5, United States Code, is amended—

(1) in section 561, in the first sentence, by in-
serting “between agencies and Federal, State, local,
or tribal governments. This subchapter shall apply
only to information negotiations between Federal,
State, local, or tribal governments” after “informal
rule making process”;

(2) in section 563—

(A) in subsection (a)—
(i) in paragraph (2), by inserting “Federal, State, local, or tribal government” after “identifiable”; and

(ii) in paragraph (3), by striking “persons who” and inserting “representatives of Federal, State, local, and tribal governments that”; and

(B) in subsection (b)—

(i) in paragraph (1)—

(I) in subparagraph (A)—

(aa) by striking “persons who” and inserting “Federal, State, local, or tribal governments that”; and

(bb) by striking “, including residents of rural areas”; and

(II) in subparagraph (B)—

(aa) by striking “with such persons” and inserting “with representatives of those governments”; and

(bb) by striking “to such persons” and inserting “to those governments”; and
(ii) in paragraph (2), in the second sentence—

(I) by striking “persons who” and inserting “representatives of Federal, State, local, or tribal governments that”; and

(II) by striking “, including residents of rural areas”;

(3) in section 564—

(A) in the section heading, by striking “; applications for membership on committees”;

(B) in subsection (a)—

(i) in paragraph (4), by striking “the person or persons” and inserting “the representatives of Federal, State, local, and tribal governments”;

(ii) in paragraph (6), by adding “and” at the end;

(iii) in paragraph (7), by striking “; and” and inserting a period; and

(iv) by striking paragraph (8);

(C) by striking subsection (b);

(D) by redesignating subsection (c) as subsection (b); and

(E) in subsection (b), as so redesignated—
(i) in the subsection heading, by striking “AND APPLICATIONS”; and

(ii) by striking “and applications”;

(4) in section 565(a)—

(A) in paragraph (1), in the first sentence, by striking “and applications”; and

(B) in paragraph (2)—

(i) by striking “and applications”; and

(ii) by striking “publications,” and all that follows through the period at the end and inserting “publications.”; and

(5) in section 569(a), in the first sentence—

(A) by striking “and encourage agency use of”; and

(B) by inserting “between Federal, State, local, and tribal governments” after “negotiated rule making”.

(b) TECHNICAL AND CONFORMING AMENDMENTS.—

(1) BALANCED BUDGET ACT OF 1997.—Section 1856(b)(1) of the Balanced Budget Act of 1997 (42 U.S.C. 1395w–26) is amended by striking “, using a negotiated rule making process under subchapter III of chapter 5 of title 5, United States Code”.

(2) ELEMENTARY AND SECONDARY EDUCATION ACT OF 1965.—The Elementary and Secondary Edu-
cation Act of 1965 (20 U.S.C. 6301 et seq.) is amended—

(A) in section 1601 (20 U.S.C. 6571)—

(i) in subsection (a), by striking “subsections (b) through (d)” and inserting “subsection (b)”;

(ii) by striking subsections (b) and (c); and

(iii) by redesignating subsections (d) and (e) as subsections (b) and (e), respectively;

(B) by repealing section 1602; and

(C) in section 8204(e)(1), by striking “using a negotiated rulemaking process to develop regulations for implementation no later than the 2017–2018 academic year, shall define” and inserting “shall, for implementation no later than the 2017–2018 academic year, define”.

(3) Health Insurance Portability and Accountability Act of 1996.—Section 216(b) of the Health Insurance Portability and Accountability Act of 1996 (42 U.S.C. 1320a–7b note) to read as follows:
“(b) Rulemaking for Risk-Sharing Exception.—

“(1) Establishment.—The Secretary of Health and Human Services (in this subsection referred to as the ‘Secretary’) shall establish standards relating to the exception for risk-sharing arrangements to the anti-kickback penalties described in section 1128B(b)(3)(F) of the Social Security Act, as added by subsection (a).

“(2) Factors to Consider.—In establishing standards relating to the exception for risk-sharing arrangements to the anti-kickback penalties under subparagraph (A), the Secretary—

“(A) shall consult with the Attorney General and representatives of the hospital, physician, other health practitioner, and health plan communities, and other interested parties; and

“(B) shall take into account—

“(i) the level of risk appropriate to the size and type of arrangement;

“(ii) the frequency of assessment and distribution of incentives;

“(iii) the level of capital contribution; and
“(iv) the extent to which the risk-sharing arrangement provides incentives to control the cost and quality of health care services.”.

(4) [Title and references]—The Higher Education Act of 1965 (20 U.S.C. 1001 et seq.) is amended—

(A) in section 207—

(i) by striking subsection (c); and

(ii) by redesignating subsection (d) as subsection (c);

(B) in section 422(g)(1)—

(i) in subparagraph (B), by adding “and” at the end;

(ii) in subparagraph (C), by striking “; and” and inserting a period; and

(iii) by striking subparagraph (D);

(C) in section 487A(b)(3)(B), by striking “as determined in the negotiated rulemaking process under section 492”;

(D) in section 491(l)(4)(A), by striking “not later than two years after the completion of the negotiated rulemaking process required under section 492 resulting from the amend-
ments to this Act made by the Higher Education Opportunity Act,”; and

(E) in section 492—

(i) in the section heading, by striking “NEGOTIATED”; and

(ii) by amending subsection (b) to read as follows:

“(b) ISSUANCE OF REGULATIONS.—After obtaining the advice and recommendations described in subsection (a)(1), the Secretary shall issue final regulations within the 360-day period described in section 437(e) of the General Education Provisions Act (12 U.S.C. 1232(e)).”.

(5) HOUSING ACT OF 1949.—Section 515(r)(3) of the Housing Act of 1949 (42 U.S.C. 1485) is amended by striking “in accordance with” and all that follows through the period at the end and inserting “under the rulemaking authority contained in section 553 of title 5, United States Code.”.

(6) MAGNUSON-STEVENS FISHERY CONSERVATION AND MANAGEMENT ACT.—Section 305(g) of the Magnuson-Stevens Fishery Conservation and Management Act (16 U.S.C. 1855(g)) is amended—

(A) by striking paragraphs (2) and (3);

(B) in paragraph (1)—

(i) by striking “(A)”; and
(ii) by redesignating subparagraph (B) as paragraph (2) and adjusting the margins accordingly; and

(C) in paragraph (2), as so redesignated, by striking the second sentence.

(7) MANDATORY PRICE REPORTING ACT OF 2010.—Section 2(b) of the Mandatory Price Reporting Act of 2010 (Public Law 111–239; 124 Stat. 2501) is amended—

(A) by striking “WHOLESALE PORK CUTS” and all that follows through “chapter 3” and inserting “WHOLESALE PORK CUTS.—Chapter 3”; and

(B) by striking paragraphs (2), (3), and (4).

(8) PATIENT PROTECTION AND AFFORDABLE CARE ACT.—Section 5602 of the Patient Protection and Affordable Care Act (42 U.S.C. 254b note) is amended—

(A) in the section heading, by striking “NEGOTIATED”;

(B) by striking subsections (b) through (h);

(C) in subsection (a)—
(i) by redesignating paragraph (2) as subsection (b) and adjusting the margins accordingly; and

(ii) in paragraph (1)—

(I) by striking “(1) IN GENERAL.—”; and

(II) by redesignating subparagraphs (A) and (B) as paragraphs (1) and (2), respectively; and

(D) in subsection (b), as so redesignated, by striking “paragraph (1)” and inserting “subsection (a)”.

(9) PRICE-ANDERSON AMENDMENTS ACT OF 1988.—Section 170 of the Atomic Energy Act of 1954 (42 U.S.C. 2210) is amended—

(A) by striking subsection (b); and

(B) in subsection (a)—

(i) by striking “(1) PURPOSE.—”; and

(ii) by redesignating paragraph (2) as subsection (b) and adjusting the margins accordingly.

(10) SOCIAL SECURITY ACT.—Title XVIII of the Social Security Act (42 U.S.C. 1395 et seq.) is amended—
(A) in section 1834(l)(1) (42 U.S.C. 1395m(l)(1)), by striking “through a negotiated rulemaking process described in title 5, United States Code,”;

(B) in section 1856(a) (42 U.S.C. 1395w–26(a));

(i) by striking paragraphs (2) through (9);

(ii) in paragraph (1)—

(I) by striking “(A) IN GENERAL.—”;

(II) by striking “and using a negotiated rulemaking process under subchapter III of chapter 5 of title 5, United States Code,”; and

(III) by redesignating subparagraph (B) as paragraph (2) and adjusting the margins accordingly; and

(iii) in paragraph (2), as so redesignated, by striking “subparagraph (A)” and inserting “paragraph (1)”.

(11) TITLE 5.—The table of sections for subchapter III of chapter 5 of title 5, United States Code, is amended by striking the item relating to section 564 and inserting the following:

“564. Publication of notice.”.
(12) **Title 49.**—Section 31136(g)(1) of title 49, United States Code, is amended—

(A) by striking “shall—” and all that follows through “issue” and inserting “shall issue”;

(B) by striking “; or” and inserting a period; and

(C) by striking subparagraph (B).

(13) **Toxic Substances Control Act.**—Section 8(a) of the Toxic Substances Control Act (15 U.S.C. 2607(a)) is amended by—

(A) striking paragraph (6); and

(B) redesignating paragraph (7) as paragraph (6).

(14) **United States Housing Act of 1937.**—

Section 9 of the United States Housing Act of 1937 (42 U.S.C. 1437g) is amended by striking subsection (f).

**Sec. 9. Streamlining OIRA Review.**

(a) **In General.**—Except as provided in paragraph (2), if the Office commences a review of a significant regulatory action, the Office shall complete such review not more than 60 days after the date on which the Office receives the significant regulatory action.
(b) EXTENSION.—The Office may extend the 60-day period described in paragraph (1) by a single 60-day period if the Office provides the agency with, and makes publicly available, a written justification for the extension.

(c) PUBLICATION OF REGULATORY ACTION.—If the Office waives review of a significant regulatory action of an agency without a request for further consideration or does not notify the agency in writing of the results of the review within the time frame described in paragraph (1) or (2), the agency may publish the significant regulatory action in the Federal Register.

SEC. 10. PENALIZING PUBLIC COMPANIES THAT SUBMIT FALSE INFORMATION TO AGENCIES.

Section 553 of title 5, United States Code, as amended by sections 3 and 4 of this Act, is amended by adding at the end the following:

"(j)(1) Any entity required to file an annual report under section 13 of the Securities Exchange Act of 1934 (15 U.S.C. 78m) that makes a submission under subsection (c) knowing the same—

"(A) to include any materially false, fictitious, or fraudulent statement or representation; or

"(B) to omit any material fact resulting in any statement or representation being false or mis-leading,"
shall be subject a civil penalty of not less than $250,000
for a first violation.

“(2) Any entity that has a subsequent violation of
paragraph (1) shall be subject to a civil penalty of not
less than $1,000,000 for each subsequent violation.

“(3) Any submission in violation of this subsection
may be excluded from the record and from consideration
by the agency or otherwise disregarded, and such submis-

sion (or any amendment to such submission) may not be
resubmitted thereafter. An exclusion or other disregard of
a submission pursuant to this subsection shall not affect
the level of deference (in accordance with applicable law)
 accorded to agency action by a court reviewing such ac-
tion.

“(k) Any entity required to file an annual report pur-

suant to section 13 of the Securities Exchange Act of
1934 (15 U.S.C. 78m), shall include in a submission
under subsection (c)(2) the annual report filed in the year
previous to such submission and the quarterly report filed
most recently prior to such submission.”.

SEC. 11. ESTABLISHMENT OF THE OFFICE OF THE PUBLIC

ADVOCATE.

Subchapter I of chapter 5 of title 5, United States
Code, is amended as follows:

(1) By adding at the end the following:
§ 505. Office of the Public Advocate

(a) Establishment.—There is established in the Office of Management and Budget an office to be known as the ‘Office of the Public Advocate’.

(b) National Public Advocate.—The Office of the Public Advocate shall be under the supervision of an official to be known as the ‘National Public Advocate’, who shall—

(1) be appointed by the President, by and with the advice and consent of the Senate;

(2) report to the President;

(3) be entitled to compensation at the same rate as the highest rate of basic pay established for the Senior Executive Service under section 5382;

(4) have a background in customer service, consumer protection, or administrative law; and

(5) have experience working with the public in cases involving rules (as defined in section 551).

(c) Duties.—The duties of the Office of the Public Advocate shall include—

(1) assisting agencies in soliciting public participation in the rulemaking process;

(2) assisting individuals in participating in the rulemaking process;
“(3) working with agencies, Congress, and the public to identify problems and improve public participation in the rulemaking process;

“(4) conducting and publishing research on social equity impacts of the rulemaking process;

“(5) developing and coordinating social equity definitions across the executive branch;

“(6) when requested by the agency or by the public through comments submitted through the process described in section 553 of title 5, United States Code, performing, not later than 30 days after the receipt of such a request, a social equity assessment (as such term is defined in the Stop Corporate Capture Act) for a proposed rule; and

“(7) facilitating means by which individuals and populations that have not historically participated in the rulemaking process may be better included in the rulemaking process, including by—

“(A) recommending and implementing new outreach plans;

“(B) partnering with State, local, and Tribal governments, and with community-based organizations to propagate information about rules changes; and
“(C) ensuring information about agency rulemaking and changes to rules are written in clear, accessible language that is accessible in multiple languages.

“(d) RULEMAKING.—Not later than 180 days after the date on which the National Public Advocate is appointed under this subsection or 180 days after the date of enactment of this subsection, whichever is later, the National Public Advocate shall make rules to carry out this section.”.

(2) In the table of sections for such chapter, by inserting after the item relating to section 504 the following:

“505. Office of the Public Advocate.”.

SEC. 12. SCOPE OF REVIEW.

Section 706 of title 5, United States Code, is amend—

(1) in the first sentence of the matter preceding paragraph (1)—

(A) by striking “agency action.” and inserting “agency action. If a statute that an agency administers is silent or ambiguous as to the proper construction of a particular term or provision or set of terms or provisions, and an agency has followed the applicable procedures in subchapter II of chapter 5, has otherwise
lawfully adjudicated a matter, or has followed the corresponding procedural provisions of the relevant statute, as applicable, a reviewing court shall defer to the agency’s reasonable or permissible interpretation of that statute, regardless of the significance of the related agency action or a possible future agency action.”; and

(B) by striking “To the extent necessary” and inserting:

“(a) IN GENERAL.—To the extent necessary”; and

(2) by adding at the end the following:

“(b) UNREASONABLE DELAY.—For purposes of subsection (a)(1), unreasonable delay shall include—

“(1) when an agency has not issued a notice of proposed rulemaking before the date that is 1 year after the date of enactment of the legislation mandating the rulemaking, where no deadline for the rulemaking was specified in the enacted law;

“(2) when an agency has not issued a final version of a proposed rule before the date that is 1 year after the date on which the proposed rule was published in the Federal Register;

“(3) when an agency has not implemented a final rule before the date that is 1 year after the implementation date published in the Federal Register
or, if no implementation date was provided, before
the date that is 1 year after the date on which the
final rule was published in the Federal Register; and

“(4) when an agency has not issued or imple-
mented a final rule, upon a showing of good cause
therefor.”.

SEC. 13. EXPANDING PUBLIC AWARENESS OF
RULEMAKINGS.

(a) IN GENERAL.—Section 553 of title 5, United
States Code, as amended by section 8 of this Act, is
amended by adding at the end the following:

“(l)(1) The head of each agency shall take such ac-
tions as may be necessary to—

“(A) expand public awareness of the initiation
of each rulemaking proceeding;

“(B) expand public awareness of the publication
of each proposed rule;

“(C) expand public awareness when a rule is
published; and

“(D) establish a participation log, including all
rulemaking participants, with respect to each rule-
making.

“(2) Not later than two business days after the date
on which an agency publishes a notice of proposed rule-
making or a final rule under this section, the agency shall
notify interested persons of the publication, including by using contact information that interested persons have provided to the agency and by publishing such notice on the agency’s website and any social media accounts.”.

(b) Effective Date.—The amendment made by this section shall take effect beginning on the date that is 30 days after the date of enactment of this Act.

SEC. 14. PUBLIC PETITIONS.

Section 553(e) of title 5, United States Code, is amended—

(1) by inserting ““(1)” before “Each agency”;

and

(2) by adding at the end the following:

“(2) Not later than 60 days after the date on which an agency receives more than 100,000 signatures on a single petition under paragraph (1), the agency shall provide a written response that includes—

“(A) an explanation of whether the agency has engaged or is engaging in the requested issuance, amendment, or repeal of a rule; and

“(B) if the agency has not engaged in the requested issuance, amendment, or repeal of a rule, a written explanation for not engaging in the requested issuance, amendment, or repeal.
“(3) Not later than 30 days after the effective date of this paragraph, the head of each agency shall establish and publish procedures for the processing of a petition under paragraph (1), including—

“(A) using the agency website, the Federal Register, and other Federal websites to educate the public about how to file petition under paragraph (1); and

“(B) creating an accessible docket on the internet website of the agency, or on any existing Government-wide internet website, of any petition filed under paragraph (1).

“(4) No agency action under this subsection shall be subject to review under chapter 7.”.

SEC. 15. AMENDMENT TO CONGRESSIONAL REVIEW ACT.

Section 801(b) of title 5, United States Code, is amended—

(1) in paragraph (1), by striking “(1)”; and

(2) by striking paragraph (2).

SEC. 16. REINSTATEMENT OF DISAPPROVED RULES.

(a) DEFINITIONS.—In this section—

(1) the term “covered rule” means a rule for which a joint resolution of disapproval was enacted under chapter 8 of title 5, United States Code, before the date of enactment of this Act; and
(2) the term “Federal agency” has the meaning given the term “agency” in section 551(1) of title 5, United States Code.

(b) Fast-Track Reinstatement.—A Federal agency may reinstate a covered rule by publishing the covered rule in the Federal Register during the 1-year period beginning on the date of enactment of this Act.

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

SEC. 17. COST-BENEFIT ANALYSIS.

(a) Requirement of Regulatory Impact.—If an agency is performing a cost-benefit or regulatory impact analysis in the course of issuing a rule, the agency shall—

(1) take into account the benefits of the rule to the public, including the nonquantifiable benefits of the rule; and

(2) except for good cause shown, prioritize adoption of a rule that provides benefits to the public, including nonquantifiable benefits.

(b) Requirement of Distributional Effects.—An agency shall agency shall take into account distribu-
tional effects and the social equity impact of a rule when issuing such rule.

(c) Scope of Review.—Section 706 of title 5, United States Code, is amended by adding at the end the following: “When acting under paragraph (2)(A), the court shall not require an agency to demonstrate that the challenged action meets a cost-benefit analysis standard except where explicitly required by law.”.

SEC. 18. DEFINITIONS.

In this Act:

(1) Agency; rule.—The terms “agency” and “rule” shall have the meanings given such terms in section 551 of title 5, United States Code.

(2) Interested person.—The term “interested person” includes individuals, partnerships, corporations, associations, or public or private organizations of any character other than an agency.

(3) Office.—The term “Office” means the Office of Information and Regulatory Affairs of the Office of Management and Budget.

(4) Regulatory action.—The term “regulatory action” means any substantive action by an agency that promulgates or is expected to lead to the promulgation of a final rule or regulation, including
notices of inquiry, advance notices of proposed rule-
making, and notices of proposed rulemaking.

(5) **Significant Regulatory Action.**—The

term “significant regulatory action” means any reg-
ulatory action that is likely to result in a rule that
may—

(A) have an annual effect on the economy

of $100,000,000 or more or adversely affect in

a material way the economy, a sector of the
economy, productivity, competition, jobs, the

environment, public health or safety, or State,
local, or tribal governments or communities;

(B) create a serious inconsistency or other-

wise interfere with an action taken or planned

by another agency;

(C) materially alter the budgetary impact

of entitlements, grants, user fees, or loan pro-
grams or the rights and obligations of recipi-
ents thereof; or

(D) raise novel legal or policy issues aris-
ing out of legal mandates, the President’s prior-
ities, or the general principles of regulation cus-
tomarily 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.—The term “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 demographicevidence demonstrates significant disparities experienced by different populations within a protected class.