

AMENDMENT IN THE NATURE OF A SUBSTITUTE
TO H.R. 2965
OFFERED BY M__ . _____

Strike all after the enacting clause and insert the following:

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the “Small Business Regu-
3 latory Reduction Act of 2025”.

4 SEC. 2. SMALL BUSINESS ADMINISTRATION RULEMAKING
5 COSTS TO SMALL BUSINESS CONCERNS.

6 (a) DEFINITIONS.—In this section:

7 (1) ADMINISTRATOR.—The term “Adminis-
8 trator” means the Administrator of the Small Busi-
9 ness Administration.

10 (2) RULE; RULEMAKING.—The terms “rule”
11 and “rulemaking” have the meanings given those
12 terms in section 551 of title 5, United States Code.

13 (3) SMALL BUSINESS.—The term “small busi-
14 ness” has the same meaning as the term “small
15 business concern” under section 3 of the Small
16 Business Act (15 U.S.C. 632), unless an agency,
17 after consultation with the Office of Advocacy of the
18 Small Business Administration and after oppor-

1 tunity for public comment, establishes one or more
2 definitions of such term which are appropriate to the
3 activities of the agency and publishes such defini-
4 tion(s) in the Federal Register.

5 (4) SMALL BUSINESS REGULATORY BUDGET.—

6 The term “small business regulatory budget” means
7 the cost to a small business of a rulemaking con-
8 ducted by a Federal agency, including the cost re-
9 sulting from the issuance of any new rule and the
10 cost resulting from the modification or repeal of an
11 existing rule.

12 (b) REQUIREMENT.—In fiscal year 2026 and each
13 fiscal year thereafter, the Administrator shall ensure that
14 the small business regulatory budget for the Small Busi-
15 ness Administration for the applicable fiscal year is not
16 greater than zero.

17 (c) ADVOCACY REPORT.—Not later than 60 days
18 after the end of fiscal year 2025, and annually thereafter,
19 the Chief Counsel for the Office of Advocacy of the Small
20 Business Administration shall submit to Congress a report
21 regarding rules issued by Federal agencies other than the
22 Administration during the preceding fiscal year that have
23 an impact on small businesses, which shall—

1 (1) include the total small business regulatory
2 budgets for the preceding fiscal year for each Fed-
3 eral agency;

4 (2) include each such rule issued during the
5 preceding fiscal year; and

6 (3) be disaggregated by the Federal agency that
7 issued each such rule.

8 **SEC. 3. NO ADDITIONAL FUNDS.**

9 No additional funds are authorized to be appro-
10 priated to carry out this Act.

