

Department of Planning and Budget

2017 Fiscal Impact Statement

1. Bill Number: HB2456

House of Origin	<input checked="" type="checkbox"/>	Introduced	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Engrossed
Second House	<input type="checkbox"/>	In Committee	<input type="checkbox"/>	Substitute	<input type="checkbox"/>	Enrolled

2. Patron: Hodges

3. Committee: General Laws

4. Title: Administrative Process Act; schedule of review of regulations; report.

5. Summary: Requires each agency to establish a schedule over a five-year period for the review of all regulations for which the agency is the primary responsible agency. The schedule shall provide for the annual review of at least 20 percent of an agency's regulations by July 1 of each year. Under the bill, the Governor is required to approve a consolidated annual report of the findings of the regulation reviews by August 1 of each year and, upon approval, submit the report to the Chairmen of the standing committees of the House of Delegates and the Senate.

6. Budget Amendment Necessary: Indeterminate – see Item 8.

7. Fiscal Impact Estimates: Indeterminate – see Item 8.

8. Fiscal Implications: The proposed legislation is expected to have a fiscal impact; however, the cost will vary for each state agency. House Bill 2456 eliminates the current requirement that all regulations be reviewed every four years and requires each agency to establish a schedule over a five-year period for the review of all regulations for which the agency is the primary responsible agency, with 20 percent of the agency's regulations reviewed annually by July 1. Any additional staffing needed to review regulations as required by House Bill 2456 is indeterminate.

The Department of Planning and Budget is required to ensure that each proposed schedule complies with the requirements and to consolidate the agency review schedules for submission to the Governor no later than August 1, which is one month after submission from agencies. This short timeframe for preparing the report could have a fiscal impact.

9. Specific Agency or Political Subdivisions Affected: Department of Planning and Budget and all state agencies that have regulatory authority.

10. Technical Amendment Necessary: No.

11. Other Comments: The proposed legislation requires DPB to consolidate a report by August 1 of all of the agency regulations submitted by July 1. Based on the number of regulations

statewide, the proposed timeframe does not provide DPB sufficient time to generate the consolidated report.