



NEW YORK STATE SENATOR

Catharine Young

Senate Approves Bills to Cut Red Tape that Hurts Job Creation

CATHARINE YOUNG June 11, 2013

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Berger Commission-Style Panel To Make Binding Recommendations

ALBANY - The New York State Senate passed 14 regulatory reform bills yesterday as the first part of a major initiative, that includes statewide public forums, to identify and eliminate thousands of costly and unnecessary government regulations that inhibit job creation and drive up local property taxes. Senator Catharine Young (R,C,I-Olean) applauded the package's passage as a win for taxpayers, and growing the economy and jobs.

The regulatory reform initiative, which was first announced last week by Senate Republican Conference Leader Dean Skelos and Independent Democratic Conference Leader Jeffrey Klein, is highlighted by the creation of a Berger Commission-style Task Force. The panel will have extraordinary power to review state rules, regulations, and public authorities and make recommendations for the repeal of ones that are determined to be unnecessary. The Task Force recommendations would be binding unless they are rejected by the Legislature.

The package is designed to create a more competitive environment for businesses so they can create new jobs and grow in the future. Along with the need to deliver relief from high taxes, burdensome and unnecessary regulations continue to be a major obstacle when it comes to revitalizing New York's economy.

In addition to legislation creating the Berger Commission-style Task Force, the Senate Majority Coalition approved 13 bills yesterday, including legislation that would:

- Establish a task force to conduct a complete review of the State Administrative Procedure Act (SAPA) and regulatory review process;
- Eliminate 1,000 burdensome regulations on businesses;
- Give the Senate's Administrative Regulations and Review Commission more oversight authority in the rulemaking process to ensure state agencies do not overstep their authority in implementing rules and regulations;
- Stop unfunded state mandates on local governments and school districts; and
- Require state agencies to provide more information on the costs and benefits of new rules.

"Our state needs to have a more competitive economic climate and these bills move us in that direction. Opening and running a business in New York creates a minefield of regulations, red tape and unforeseen taxes and fees. Many employers are still recovering

from the recession and this bipartisan legislation will help them grow. Growing businesses means more jobs for our families and more opportunities for our young people to stay here after they graduate,” said Senator Young.

Brian Sampson, Executive Director of Unshackle Upstate, said: “It will come as no surprise to anyone in New York that our businesses are saddled with layers of regulations that add to the cost of doing business and make them less competitive with out-of-state companies. It is time to reverse that trend. The Senate Majority Coalition understands that challenge and has presented a number of changes to help alleviate the pressure on our businesses. It is now time for the Assembly leadership to follow their lead, take up these bills, and pass them this session. If we can do that and not pass any misguided legislation for the rest of the session, then there is hope for our future. If not, then we will continue to see job loss and an outmigration of our people to states that are proactive in helping their businesses survive and flourish.”

Mike Durant, NFIB/NY State Director, said: “The constant flood of onerous regulations continues to be a significant barrier for small business and economic development across New York. The systematic review and elimination of senseless regulations needs to be a priority in Albany. This legislative package will be a first step in eliminating unnecessary regulations and help to create a more business friendly climate which provides for sensible regulatory oversight.”

Stephen J. Acquario, Executive Director of the New York State Association of Counties, said: “This would end new unfunded state mandates on local governments which in turn can reduce pressure on property taxes. Taken together, these laws will reposition New York’s business environment and improve the state’s economic competitiveness. I commend the Senate for advancing this legislation and encourage the legislature to approve it this session.”

Kathryn Wylde, President & CEO of the Partnership for New York City, said: “Our research has established that businesses are not growing as rapidly in New York as in competing centers of innovation, in part because of our difficult regulatory environment. The Senate Majority Coalition has recognized this issue and we applaud their proposal to eliminate unnecessary regulation to encourage job growth.”

The following bills were approved by the Senate:

(S5519A, Sponsored by Senator Griffo) Establishes an 11-member, Berger Commission-style joint Task Force to perform a review and make recommendations relating to the necessity for each rule, regulation and public authority. The Task Force would be established every 10 years, beginning in 2014, to review current rules, regulations and public authorities. The panel would make recommendations the following year to eliminate rules and regulations it deems unnecessary. The Task Force recommendations would be binding, unless the Legislature rejected them, all or in part, by concurrent resolution.

(S5657, Senators Gallivan, Marchione and Carlucci) Creates a 19-member joint task force to undertake a thorough review of the 142-page State Administrative Procedure Act (SAPA) and regulatory review process since the Governor's Office of Regulatory Reform has been disbanded for over two years. This law, which sets out the process used by state agencies to establish rules and regulations, was enacted in 1975 and since then, there has been no comprehensive review of the law.

(S5166, Senator Marchione) Directs the Governor to repeal at least 1,000 regulations that place a burden on economic development and business by April 1, 2014. This measure was included in the Senate Republican's "Blueprint for Jobs" economic development plan earlier this year. When this process is complete, the Berger Commission-style Task Force will begin its own review of existing rules and regulations.

(S1294, Senator Griffo) Prohibits state mandates on local governments and school districts unless they are fully funded by the state.

(S5161, Senator Marchione) Gives the Administrative Regulations Review Commission (ARRC) more oversight authority in the rulemaking process and would give ARRC the authority to bring suit against an agency for a regulation that is in violation of state law.

(S3462, Senator James Seward, R-C-I, Oneonta) Proposes a constitutional amendment to allow the Legislature to invalidate regulations that are not consistent with legislative intent or which are likely to have a substantial unanticipated fiscal impact on the state or local governments.

(S1564, Senator Kenneth LaValle, R-C-I, Port Jefferson) Requires the Regents to include certain information with respect to increased costs when altering or amending rules or regulations.

(S4302A, Senator Patty Ritchie, R-C, Heuvelton) Streamlines the license application and renewal process for supermarket chains and other food chain stores.

(S5536, Senator George Maziarz, R-C, Newfane) Provides new incentives to facilitate the extension of existing natural gas lines to under-served businesses and consumers to spur economic development and job creation.

(S5553, Senator David Valesky, D, Oneida) Requires state agencies to provide expanded information on the costs and benefits associated with an agency proposal.

(S1784, Senator Carlucci) Amends SAPA to authorize a group of businesses that are regulated by a state agency, or a representative of such businesses to petition a state agency for alternate methods of implementing a regulatory mandate that restricts the conducting or management of a business.

(S3246, Senator Carlucci) Facilitates electronic submission of documents by allowing state agencies to substitute affirmations for sworn oaths in permit applications.

(S3245, Senator Carlucci) Eliminates the requirement to provide free hard copies of the State Register to entities that opt to receive a free online version instead.

(S2160, Senator Valesky) Requires state agencies to actively solicit comments from those who may be adversely affected by a rule proposed by SAPA and seek opinions on the administrative and/or financial burdens it may place on a regulated entity.

In addition to the reform legislation, the Senate Majority Coalition will conduct industry-specific public hearings across the state, led by Senators Gallivan, Valesky, Carlucci and Marchione. The hearings will provide the opportunity to listen to businesses and local officials and learn which rules, regulations and mandates affecting their industry are the most useless, most costly, and should be eliminated.