

.....  
(Original Signature of Member)

117TH CONGRESS  
2D SESSION

**H. R.** \_\_\_\_\_

To amend the Securities Exchange Act of 1934 to require the Securities and Exchange Commission to periodically review final rules issued by the Commission, and for other purposes.

\_\_\_\_\_  
IN THE HOUSE OF REPRESENTATIVES

Mrs. KIM of California introduced the following bill; which was referred to the Committee on \_\_\_\_\_

\_\_\_\_\_  
**A BILL**

To amend the Securities Exchange Act of 1934 to require the Securities and Exchange Commission to periodically review final rules issued by the Commission, 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 “Review the Expansion  
5 of Government Act” or as the “REG Act”.

1 **SEC. 2. PERIODIC REVIEW OF FINAL RULES REQUIRED.**

2 Section 23 of the Securities Exchange Act of 1934  
3 (15 U.S.C. 78w) is amended by adding at the end the fol-  
4 lowing:

5 “(e) PERIODIC REVIEW OF FINAL RULES RE-  
6 QUIRED.—

7 “(1) IN GENERAL.—With respect to a final rule  
8 issued by the Commission, the Commission shall re-  
9 view such rule not later than 3 years after the date  
10 on which such final rule is issued, and every 3 years  
11 thereafter, to determine if any revision (including a  
12 repeal) to the rule is—

13 “(A) necessary to ensure that the rule is  
14 authorized pursuant to Federal law;

15 “(B) necessary to comply with Federal  
16 law; or

17 “(C) necessary or appropriate—

18 “(i) to facilitate capital formation;

19 “(ii) to maintain fair and orderly mar-  
20 kets; or

21 “(iii) for the protection of investors.

22 “(2) APPLICATION.—With respect to a final  
23 rule issued by the Commission before the date of en-  
24 actment of this subsection, the first review of such  
25 rule required under paragraph (1) shall occur before

1 the end of the 3-year period beginning on the date  
2 of enactment of this subsection.

3 “(3) REPORTS REQUIRED.—The Commission  
4 shall—

5 “(A) not later than 1 year after the date  
6 of the enactment of this subsection, submit to  
7 Congress a report that includes a plan to carry  
8 out the review required under this subsection  
9 with respect to the final rules described in para-  
10 graphs (1) and (2);

11 “(B) not later than 2 years after the date  
12 of the enactment of this subsection, submit to  
13 Congress a report that identifies each action or  
14 review the Commission failed to carry out in the  
15 preceding year under the plan required under  
16 subparagraph (A) and an explanation for such  
17 failure; and

18 “(C) not later than 3 years after the date  
19 of the enactment of this subsection, and annu-  
20 ally thereafter, submit to Congress a report  
21 that identifies each final rule the Commission  
22 failed to review under this subsection in the  
23 preceding year and an explanation for such fail-  
24 ure.”.