

REGULATORY SNAPSHOT

A Snapshot of Louisiana Regulation in 2019

163,480 Restrictions, 11.2 Million Words, and 16 Weeks to Read

James Broughel

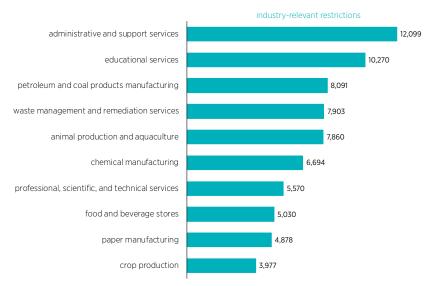
March 2019

It would take an ordinary person more than two and a half years to read the entire US *Code of Federal Regulations* (CFR), which contained nearly 104 million words in 2017. The sheer size of the CFR poses a problem not just for the individuals and businesses that want to stay in compliance with the law but also for anyone interested in understanding the consequences of this massive system of rules. States also have sizable regulatory codes, which add an additional layer to the large body of federal regulation. A prime example is the online version of the 2019 *Louisiana Administrative Code* (LAC).²

Researchers at the Mercatus Center at George Mason University developed State RegData, a platform for analyzing and quantifying state regulatory text.³ State RegData captures information in minutes that would take hours, weeks, or even years to obtain by reading and counting. For example, the tool allows researchers to identify the industries that state regulation targets most by connecting text relevant to those industries with restrictive word counts. These regulatory restrictions are instances of the words and phrases *shall*, *must*, *may not*, *prohibited*, and *required*, and they can signify legal constraints and obligations.⁴ As shown in figure 1, the three industries with the highest estimates of industry-relevant restrictions in the 2019 LAC are administrative and support services; educational services; and petroleum and coal products manufacturing.

State RegData also reveals that the 2019 LAC contains 163,480 restrictions and 11.2 million words. It would take an individual about 621 hours—or nearly 16 weeks—to read the entire LAC. That's assuming the reader spends 40 hours per week reading and reads at a rate of 300 words per minute. By comparison, there are 1.09 million additional restrictions in the federal code.⁵ Individuals and businesses in Louisiana must navigate these different layers of restrictions to remain in compliance.

Figure 1. Top 10 Industries Targeted by Louisiana State Regulation in 2019

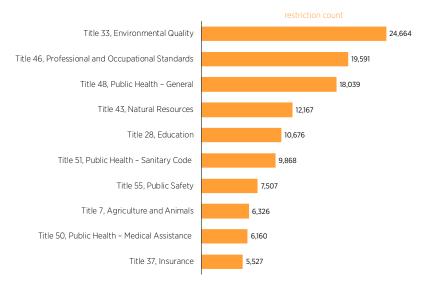


Note: Industries are classified using the RegData 3.0 industry classifier. Some previous state regulatory snapshots published by the Mercatus Center used earlier versions of the RegData industry classifier.

Source: State RegData (Louisiana data), https://quantgov.org/state-regdata/.

The titles in the LAC are organized by the types of regulations they contain. Figure 2 shows that title 33, related to environmental quality, contains 24,664 restrictions. By this measure, this is the biggest title in the LAC. Coming in second is title 46, related to professional and occupational standards, with 19,591 restrictions.

Figure 2. Top 10 Titles in the LAC in 2019



Source: State RegData (Louisiana data), https://quantgov.org/state-regdata/.

Federal regulation tends to attract the most headlines, but it is important to remember that the nearly 104 million words and 1.09 million restrictions in the federal code significantly understate the true scope of regulation in the United States. States like Louisiana write millions of additional words of regulation and hundreds of thousands of additional restrictions. State-level requirements carry the force of law to restrict individuals and businesses just as federal ones do.

Researchers are only beginning to understand the consequences of the massive and growing federal regulatory system on economic growth and well-being in the United States.⁶ Meanwhile, the effects of state regulation remain largely unknown. If this snapshot of Louisiana regulation in 2019 is a good indicator, then the states are also active regulators, suggesting that the full impact of regulation on society is far greater than that of federal regulation alone.

ACKNOWLEDGMENT

The author would like to thank Michael Kotrous for helpful research and programming assistance that contributed to this report.

ABOUT THE AUTHORS

James Broughel is a senior research fellow at the Mercatus Center at George Mason University. Broughel has a PhD in economics from George Mason University. He is also an adjunct professor in the economics department and the law school at George Mason University.

QuantGoV This regulatory snapshot was produced in part using QuantGov, a policy analytics platform that facilitates analysis of the causes and effects of various government actions. The QuantGov project treats policy text as data, allowing researchers to quickly and effectively examine broad policies (as articulated in bodies of text) by using some of the latest advances from data science, such as machine learning and other artificial intelligence technology. The Mercatus Center's team of data engineers, analysts, and developers created this platform and continually utilize and update it to produce data that support a variety of research products and to provide policymakers with data that inform positive policy change. More information is available at quantgov.org.

Jonathan Nelson Data Lead Patrick A. McLaughlin Policy Analytics Director Stephen Strosko Data Engineer Thurston Powers Data Analyst

NOTES

- 1. This assumes the person reads 300 words per minute for 40 hours per week with two weeks of vacation per year. "RegData 3.1," QuantGov; Patrick A. McLaughlin, Oliver Sherouse, Daniel Francis, Michael Gasvoda, Jonathan Nelson, Stephen Strosko, and Tyler Richards, "RegData 3.0 User's Guide," accessed February 15, 2018, https://guantgov.org/regdata/users-guide/.
- 2. Louisiana Division of Administration, "Online Publications of the Louisiana Administrative Code," accessed March 11, 2019, https://www.doa.la.gov/Pages/osr/lac/books.aspx.
- State RegData is part of a broader project called QuantGov, which seeks to quantify legal text. See Patrick A.
 McLaughlin and Oliver Sherouse, "QuantGov—A Policy Analytics Platform," QuantGov, December 20, 2017. Data
 for Louisiana are available at https://quantgov.org/state-regdata/.
- 4. Restrictions can also occur in legal text for other purposes, such as for definitional purposes. At times, restrictions may relate to government employees rather than the private sector.
- 5. "RegData 3.1"; McLaughlin et al., "RegData 3.0 User's Guide."
- 6. See, for example, Bentley Coffey, Patrick A. McLaughlin, and Pietro Peretto, "The Cumulative Cost of Regulations" (Mercatus Working Paper, Mercatus Center at George Mason University, Arlington, VA, 2016).