

JOHN R. MCGINLEY, JR., ESQ., CHAIRMAN
ALVIN C. BUSH, VICE CHAIRMAN
ARTHUR COCCODRILLI
ROBERT J. HARBISON, III
JOHN F. MIZNER, ESQ.
ROBERT E. NYCE, EXECUTIVE DIRECTOR
MARY S. WYATTE, CHIEF COUNSEL



PHONE: (717) 783-5417
FAX: (717) 783-2664
irrc@irrc.state.pa.us
<http://www.irrc.state.pa.us>

INDEPENDENT REGULATORY REVIEW COMMISSION
333 MARKET STREET, 14TH FLOOR, HARRISBURG, PA 17101

August 10, 2000

Honorable Robert M. Lam, Chairman
Pennsylvania Securities Commission
Eastgate Office Building
1010 North Seventh Street, 2nd Floor
Harrisburg, PA 17102

Re: Regulation #50-114 (IRRC #2107)
Pennsylvania Securities Commission
Registration of Securities; Investment Adviser Representatives; and Administration

Dear Chairman Lam:

The Independent Regulatory Review Commission approved your regulation on August 10, 2000. Our Order is enclosed and is available on our website at www.irrc.state.pa.us.

We appreciate the joint effort that went into producing a regulation that met the criteria and intent of the Regulatory Review Act.

Sincerely,

A handwritten signature in black ink, appearing to read "John R. McGinley, Jr.", is written over a large, stylized flourish or scribble.

John R. McGinley, Jr.
Chairman

wbg

Enclosure

cc: Honorable George C. Hasay, Majority Chairman,
House Commerce and Economic Development Committee
Honorable Thomas Caltagirone, Democratic Chairman,
House Commerce and Economic Development Committee
Honorable Edwin G. Holl, Chairman, Senate Banking and Insurance Committee
Honorable Jay Costa, Jr., Minority Chairman, Senate Banking and Insurance Committee
G. Philip Rutledge
Rebecca Alford

**INDEPENDENT REGULATORY REVIEW COMMISSION
APPROVAL ORDER**

Commissioners Voting:

Public Meeting Held August 10, 2000

John R. McGinley, Jr., Chairman
Alvin C. Bush, Vice Chairman
Arthur Coccodrilli
Robert J. Harbison, III
John F. Mizner

Regulation No. 50-114
Pennsylvania Securities Commission
Registration of Securities; Investment Adviser
Representatives; and Administration

On April 11, 2000, the Independent Regulatory Review Commission (Commission) received this proposed regulation from the Pennsylvania Securities Commission (PSC). This rulemaking amends 64 Pa. Code Chapters 202, 203, 205, 206, 301 - 305, 404, 602 and 603. The proposed regulation was published in the May 6, 2000 *Pennsylvania Bulletin* with a 30-day public comment period. The final-form regulation was submitted to the Commission on July 12, 2000. On July 26, 2000, the Commission received a request from the PSC to toll consideration of this final-form regulation to correct references and minor typographical errors. Also on July 26, 2000, the PSC submitted its revisions to the final-form regulation to the Commission.

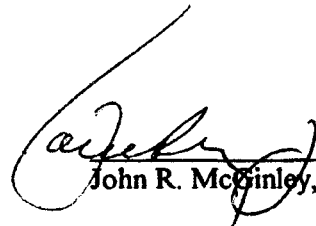
Consistent with the North American Securities Administrators Association model regulations, this proposal adopts uniform examinations for investment advisers and investment adviser representatives and uniform grandfathering and waiver provisions. Also, this proposal will conform the regulations to the requirements of the Federal Investment Advisers Supervision Coordination Act of 1996 and Pennsylvania's Act 109 of 1998.

We have determined this regulation is consistent with the statutory authority of the PSC (70 P.S. §§ 1-202(g), 1-203(j), (q) and (r), 1-205(b), 1-206(b), 1-301(b), 1-302(f), 1-303(a)-(e), 1-304(a), (b) and (e), 1-305(a) and (f), 1-404(a), 1-602(f), 1-603(c) and 1-609(a)) and the intention of the General Assembly. Having considered all of the other criteria of the Regulatory Review Act, we find promulgation of this revised regulation is in the public interest.

BY ORDER OF THE COMMISSION:

This regulation is approved.





John R. McGinley, Jr., Chairman