

State Corporation Commission

2004 Fiscal Impact Statement

1. **Bill Number** HB342

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed
Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. **Patron** Kilgore

3. **Committee** Passed Both Houses

4. **Title** Business entities; conversions; mergers; registration.

5. **Summary/Purpose:**

Business entities; conversions; mergers; registration. Requires different business entities involved in conversions or mergers to make certain filings with the State Corporation Commission (SCC). The bill expands what must be included in the application for registration, reentry, or reinstatement that must be filed with the SCC in order for a foreign business entity to transact business in Virginia. The bill also includes technical amendments.

6. Fiscal Impact Estimates are: Preliminary. See item 8.

6a. **Expenditure Impact:**

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2003-04	\$8,400	None	

7. **Budget amendment necessary:** No

8. **Fiscal implications:** This bill will require procedural and system modifications. The total consists of 15 days of program review/modifications, testing and implementation (120 hours of work at \$70/hr). This is the minimum cost. There are several other functions that will have to be addressed later, which could double the cost to implement.

9. **Specific agency or political subdivisions affected:** The State Corporation Commission's Clerk's Office and the State Corporation Commission's Information Technology Division.

10. **Technical amendment necessary:** No

11. **Other comments:** This bill was introduced at the request of the State Corporation Commission.

Date: 03/15/04 / JHP

cc: Secretary of Commerce and Trade