

State Corporation Commission 2006 Fiscal Impact Statement

1. Bill Number SB78

House of Origin ☐ Introduced ☐ Substitute ☐ Engrossed

Second House ☐ In Committee ☐ Substitute ☒ Enrolled

2. Patron Watkins

3. Committee Passed Both Houses

4. Title Virginia Stock Corporation Act; short form mergers to form holding companies.

5. Summary/Purpose:

Virginia Stock Corporation Act; short form mergers to form holding companies. Establishes a procedure by which a constituent corporation may merge an indirect subsidiary into itself, or merge itself into an indirect subsidiary, to form a holding company. The process may be accomplished without approval of shareholders of the constituent corporation or the directors or shareholders of the indirect subsidiary if specified conditions are met.

6. No Fiscal Impact on the State Corporation Commission.

7. Budget amendment necessary: No.

8. Fiscal implications: None on the State Corporation Commission.

9. Specific agency or political subdivisions affected: State Corporation Commission Clerk's Office

10. Technical amendment necessary: No

11. Other comments: Will be processed in the Clerk's Information System (CIS) using existing merger functionality.

Date: 03/3/06 / JHP

cc: Secretary of Commerce and Trade