

State Corporation Commission 2017 Fiscal Impact Statement

1. Bill Number: HB1754

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

2. Patron: Davis

3. Committee: Commerce and Labor

4. Title: Securities Act; regulation of federal covered securities.

5. Summary: Securities Act; regulation of federal covered securities. Authorizes the State Corporation Commission (SCC) to require the issuer of a security that is a federal covered security under federal crowdfunding rules to file a notice and consent to service of process when (i) the principal place of business of the issuer is in the Commonwealth or (ii) purchasers of 50 percent or more of the securities sold by the issuer pursuant to an offering made in reliance on such rule are residents of the Commonwealth. The measure allows the SCC to assess a filing fee not to exceed \$100 in connection with such a filing.

6. Budget Amendment Necessary: No.

7. Fiscal Impact Estimates: Fiscal impact estimates are not available. See Item 8.

8. Fiscal Implications: A fiscal impact is anticipated, but an exact monetary figure cannot be determined at this time. However, the fiscal impact is expected to be minimal. The State Corporation Commission expects a limited number of filings and no additional staffing or equipment is expected to be needed to process the filings.

9. Specific Agency or Political Subdivisions Affected: State Corporation Commission

10. Technical Amendment Necessary: No.

11. Other Comments: House Bill 1754 was introduced at the request of the State Corporation Commission.