

State Corporation Commission 2016 Fiscal Impact Statement

1. Bill Number: HB1227

House of Origin	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input type="checkbox"/> Enrolled

2. Patron: Davis

3. Committee: Senate Floor

4. Title: Securities Act; registration exemptions.

5. Summary: Securities Act; registration exemptions. Establishes an exemption for any offer or sale of a security that is conducted in accordance with Tier 2 of federal Regulation A promulgated under § 3(b)(2) of the Securities Act of 1933. The exemption applies to the extent such securities are preempted from state registration requirements pursuant to Tier 2 of federal Regulation A. The measure requires the State Corporation Commission (SCC) to prescribe any filings with it of notices, renewals, and other materials. The measure authorizes the SCC to assess a filing fee. The SCC is further required to provide information on its website regarding the differences between this exemption and the crowdfunding exemption enacted in 2015.

6. Budget Amendment Necessary: No

7. Fiscal Impact Estimates: The fiscal impact is expected to be insignificant. Estimates are not available.

8. Fiscal Implications: The legislation will require a slight modification to the division's computer database. There will be an insignificant increase in revenue. The State Corporation Commission will need to promulgate a regulation.

9. Specific Agency or Political Subdivisions Affected: Securities & Retail Franchising Division of the State Corporation Commission.

10. Technical Amendment Necessary: None

11. Other Comments: None

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