

## State Corporation Commission 2016 Fiscal Impact Statement

**1. Bill Number:** HB1227

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

**2. Patron:** Davis

**3. Committee:** Passed Both Houses

**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