

State Corporation Commission 2017 Fiscal Impact Statement

1. Bill Number: HB2111

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

2. Patron: Keam

3. Committee: Passed Both Houses

4. Title: State Corporation Commission; charges for copies.

5. Summary: State Corporation Commission; charges for copies. Clarifies that the State Corporation Commission (Commission) may absorb some or all of the convenience fees paid by users of a Commission online filing system. The measure also grants the Commission the discretion not to charge a fee for providing certain copies.

6. Budget Amendment Necessary: Yes, see Item 7a.

7. Fiscal Impact Estimates: The Fiscal Impact Estimate on the State Corporation Commission is final. See Item 8.

7a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2017	0	0	0
2018	1,100,000	0	02173 (Cardinal)
2019	1,150,000	0	02173 (Cardinal)
2020	1,200,000	0	02173 (Cardinal)
2021	1,250,000	0	02173 (Cardinal)
2022	1,300,000	0	02173 (Cardinal)
2023	1,350,000	0	02173 (Cardinal)

8. Fiscal Implications: Effective July 1, 2017, the SCC will absorb the credit card and eCheck convenience fees currently paid by our customers when filing and submitting transactions online to the Clerk's Office through SCC eFile. The current convenience fee is 2.35% of the amount being paid, with a minimum charge of \$1.95. The total amount of convenience fees paid by customers in Fiscal Year 2016 was \$755,328.35. An overall filing increase is expected through SCC eFile during Fiscal Year 2018 due to the SCC absorbing these fees. The greatest increase in electronic filings is expected in the area of corporate and limited liability company annual registration fee assessment payments. The percentage of transactions filed electronically (i.e., adoption rate) could increase from approximately 30% to 60% in the first year. Based on this increase, the total amount of convenience fees to be absorbed by the SCC will be approximately \$1,100,000.

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

10. Technical Amendment Necessary: No

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

JHP 2/22/17