

REVISED
State Corporation Commission
2020 Fiscal Impact Statement

1. Bill Number: SB1006

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

2. Patron: Reeves

3. Committee: Commerce and Labor

4. Title: Business entities; annual registration.

5. Summary: Authorizes domestic and foreign stock corporations with less than 5,000 authorized shares, domestic and foreign nonstock corporations, and domestic and foreign limited liability companies to prepay up to five years of the required annual registration fee.

6. Budget Amendment Necessary: Yes, see Item 8.

7. Fiscal Impact Estimates: Fiscal Impact Estimates are Preliminary

7a. Expenditure Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Positions</i>	<i>Fund</i>
2020	150,000	0	02173 (Cardinal)
2021			
2022			
2023			
2024			
2025			
2026			

7b. Revenue Impact:

<i>Fiscal Year</i>	<i>Dollars</i>	<i>Fund</i>
2020	0	
2021	2,037,769	GF
2021	8,463,340	SF
2022	(509,442)	GF
2022	(2,115,835)	SF
2023	(509,442)	GF
2023	(2,115,835)	SF
2024	(509,422)	GF
2024	(2,115,835)	SF
2025	(509,442)	GF
2025	(2,115,835)	SF
2026	(509,442)	GF
2026	(2,115,835)	SF

8. Fiscal Implications: Total estimated one-time programming cost that will be realized in fiscal year 2020 is \$150,000. The amount of money transferred annually from the Regulation of Business Practices Special Fund to the General Fund will be impacted since registration fee revenue will vary from year to year as a result of entities prepaying registration fees for up to five years.

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

10. Technical Amendment Necessary: No

11. Other Comments: None

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01/30/20