

FISCAL IMPACT STATEMENT

Agency: Banking and Finance
 Title: 48
 Chapters: 1 through 13, 15 through 22, 24, 25, 27
 through, 30, and 32 through 37.

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Type of Fiscal Impact: There will be a minor increase in revenue for the Department as a result of the adoption of the amendments to Chapter 20. There will be increased costs for issuers conducting offerings pursuant to Tier 2 of SEC Regulation A, in the form of a filing fee. There will be increased costs for investment advisers who have custody of client funds as such advisers will be required to obtain audited financial statements, pursuant to the changes to Chapter 7. There will be decreased costs for individual church congregations offering bonds as a result of the repeal of Chapter 35.

	State Agency	Political Sub.	Regulated Public
No Fiscal Impact	()	(X)	()
Increased Costs	()	()	(X)
Decreased Costs	()	()	(X)
Increased Revenue	(X)	()	()
Decreased Revenue	()	()	()

Description of Impact:

State Agency: Chapter 20: There will be a minor increase in revenue to the Department as a result of the implementation of a \$200 notice filing fee for offerings conducted pursuant to Tier 2 of SEC Regulation A. The Department estimates a total increase in revenue of approximately \$2400 per year based upon an estimated 12 filings per year.

The remaining chapters will have no fiscal impact upon the Department. The fees contained in such chapters are statutorily prescribed.

Political Subdivisions: The rules impose no requirements on political subdivisions; therefore, there is no fiscal impact.

Regulated Public: The amendments to Chapter 20 will result in slightly increased costs for issuers relying upon Tier 2 of SEC Regulation A as the proposal adds a \$200 notice filing fee. The amendments to Chapter 7 will result in higher costs for investment advisers who have custody of client funds. Such firms will be required to obtain audited financial statements. The repeal of Chapter 35 will result in decreased costs for church congregations selling bonds as they will not have to comply with the current requirements. None of the other amendments should have any fiscal impact upon the regulated industries.