

**EXECUTIVE AGENCY**  
**FISCAL NOTE**

AGENCY'S ESTIMATES

Date Prepared: March 22, 2015

Agency Submitting: Secretary of State

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
Commercial Recordings Fees (General Fund) (Revenue)		(\$132,000,000)	(\$132,000,000)	(\$264,000,000)
Total	0	(\$132,000,000)	(\$132,000,000)	(\$264,000,000)

Explanation

(Use Additional Sheets of Attachments, if required)

Currently, the Commercial Recordings Division of the Office of the Secretary of State collects various filing fees related to the state business license and business entity registration. The revenue from these fees goes to the state General Fund. Assembly Bill 323 would eliminate many of these fees, including the state business license fee and the annual list filing fee. In FY 2014, the Commercial Recordings Division collected approximately \$140 million in fee revenue. Of that total, approximately \$132 million would be eliminated by AB 323, reducing fee revenue collected by the Commercial Recordings Division to approximately \$8 million annually.

Name Wayne Thorley

Title Deputy Secretary of State

**DEPARTMENT OF ADMINISTRATION'S COMMENTS**

Date Friday, March 20, 2015

The agency's response appears reasonable.

Name James R. Wells, CPA

Title Interim Director