BDR 7-895
AB 433

EXECUTIVE AGENCY

FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: April 10, 2023

Agency Submitting: Office of the Secretary of State

Items of Revenue or Expense, or Both	Fiscal Year 2022-23	Fiscal Year 2023-24	Fiscal Year 2024-25	Effect on Future Biennia
Loss of Fee Revenue (Revenue)		($30,240,000)	($30,240,000)	($60,480,000)
New Fee Revenue (Revenue)		$3,473,000	$3,473,000	$6,946,000
Total	0	($26,767,000)	($26,767,000)	($53,534,000)

Explanation (Use Additional Sheets of Attachments, if required)

This bill would waive all initial state business license fees for for-profit corporations, reduce the cost of renewals for corporations, and raise and lower other assorted fees to compensate.

Since the volume of corporate filings and new entities changes on a year-by-year basis and is impossible to predict, this fiscal note was developed by looking at complete filings for FY22. The attachments include information on the number of filings by type per month, as well as the calculations based on the fee adjustments. Here is the key:

- Increase the articles of incorporation from $75 to $100 – Yes (FEE SCHEDULE 1)
- Increase articles of organization from $175 to $225 – Yes (FEE SCHEDULE 2)
- Increase certificate of change from $175 to $225 – Yes (FEE SCHEDULE 3)
- Increase certificate of amendment from $175 to $225 – Yes (FEE SCHEDULE 3)
- Waive 1st year business license fee for all "For-Profit" entities (FEE SCHEDULE 4)
- Change state business license fee for private, close, benefit, and foreign corporations from $500 to $200 (FEE SCHEDULE 5)
- Eliminate fee for All Cancelations, Withdrawals, and Dissolutions (FEE SCHEDULE 6)

There is also the expectation that this change in fee structure would attract new businesses to the state, increasing revenue long-term, but since this is difficult to model there is no estimate of that revenue.

Name Gabriel Di Chiara

Title Chief Deputy Secretary of State

GOVERNOR'S OFFICE OF FINANCE COMMENTS

Date Friday, April 07, 2023

The agency's response appears reasonable.

Name Amy Stephenson

Title Director

SCHEDULE 1 IMPACT

Year	Month	Sum Count	SumAmount_ Paid	Schedule 1 Count	Schedule 1 Fee	Schedule 1 Total Impact
2021	July	39067	$14,113,985	496	25	$12,400
2021	August	42058	$15,227,759	538	25	$13,450
2021	September	40213	$14,617,036	469	25	$11,725
2021	October	43193	$15,208,635	452	25	$11,300
2021	November	41254	$14,519,613	479	25	$11,975
2021	December	40705	$14,027,725	486	25	$12,150
2022	January	47382	$16,994,645	589	25	$14,725
2022	February	44206	$15,726,443	463	25	$11,575
2022	March	55600	$20,014,300	555	25	$13,875
2022	April	45827	$15,866,139	459	25	$11,475
2022	May	46026	$16,465,804	492	25	$12,300
2022	June	43688	$15,305,044	483	25	$12,075
		529219	**$188,087,128**	**5961**		**$149,025**

SCHEDULE 2 IMPACT

Year	Month	Sum Count	SumAmount_ Paid	Schedule 2 Count	Schedule 2 Fee	Schedule 2 Total Impact
2021	July	39067	$14,113,985	4218	50	$210,900
2021	August	42058	$15,227,759	4510	50	$225,500
2021	September	40213	$14,617,036	4024	50	$201,200
2021	October	43193	$15,208,635	3906	50	$195,300
2021	November	41254	$14,519,613	3929	50	$196,450
2021	December	40705	$14,027,725	3764	50	$188,200
2022	January	47382	$16,994,645	4691	50	$234,550
2022	February	44206	$15,726,443	4526	50	$226,300
2022	March	55600	$20,014,300	5263	50	$263,150
2022	April	45827	$15,866,139	4530	50	$226,500
2022	May	46026	$16,465,804	4511	50	$225,550
2022	June	43688	$15,305,044	4219	50	$210,950
		529219	**$188,087,128**	**52091**		**$2,604,550**

SCHEDULE 3 IMPACT

Year	Month	Sum Count	SumAmount_ Paid	Schedule 3 Count	Schedule 3 Fee	Schedule 3 Total Impact
2021	July	39067	$14,113,985	852	50	$42,600
2021	August	42058	$15,227,759	944	50	$47,200
2021	September	40213	$14,617,036	783	50	$39,150
2021	October	43193	$15,208,635	759	50	$37,950
2021	November	41254	$14,519,613	846	50	$42,300
2021	December	40705	$14,027,725	769	50	$38,450
2022	January	47382	$16,994,645	1643	50	$82,150

2022	February	44206	$15,726,443	836	50	$41,800
2022	March	55600	$20,014,300	1084	50	$54,200
2022	April	45827	$15,866,139	1018	50	$50,900
2022	May	46026	$16,465,804	907	50	$45,350
2022	June	43688	$15,305,044	967	50	$48,350
		529219	**$188,087,128**	**11408**		**$570,400**

SCHEDULE 4 IMPACT (PART 1)

Year	Month	Sum Count	SumAmount_ Paid	Schedule 4 Count (200)	Schedule 4 Fee (200)	Schedule 4 (200) Total Impact
2021	July	39067	$14,113,985	6506	200	$1,301,200
2021	August	42058	$15,227,759	7048	200	$1,409,600
2021	September	40213	$14,617,036	6748	200	$1,349,600
2021	October	43193	$15,208,635	6413	200	$1,282,600
2021	November	41254	$14,519,613	6135	200	$1,227,000
2021	December	40705	$14,027,725	5416	200	$1,083,200
2022	January	47382	$16,994,645	6691	200	$1,338,200
2022	February	44206	$15,726,443	6590	200	$1,318,000
2022	March	55600	$20,014,300	7362	200	$1,472,400
2022	April	45827	$15,866,139	6295	200	$1,259,000
2022	May	46026	$16,465,804	6510	200	$1,302,000
2022	June	43688	$15,305,044	6590	200	$1,318,000
		529219	**$188,087,128**	**78304**		**$15,660,800**

SCHEDULE 4 IMPACT (PART 2)

Year	Month	Sum Count	SumAmount_ Paid	Schedule 4 Count (500)	Schedule 4 Fee (500)	Schedule 4 (500) Total Impact
2021	July	39067	$14,113,985	572	500	$286,000
2021	August	42058	$15,227,759	640	500	$320,000
2021	September	40213	$14,617,036	537	500	$268,500
2021	October	43193	$15,208,635	558	500	$279,000
2021	November	41254	$14,519,613	577	500	$288,500
2021	December	40705	$14,027,725	569	500	$284,500
2022	January	47382	$16,994,645	688	500	$344,000
2022	February	44206	$15,726,443	577	500	$288,500
2022	March	55600	$20,014,300	692	500	$346,000
2022	April	45827	$15,866,139	548	500	$274,000
2022	May	46026	$16,465,804	592	500	$296,000
2022	June	43688	$15,305,044	585	500	$292,500
		529219	**$188,087,128**	**7135**		**$3,567,500**

SCHEDULE 5 IMPACT

Year	Month	Sum Count	SumAmount_ Paid	Schedule 5 Count	Schedule 5 Fee	Schedule 5 Total Impact
2021	July	39067	$14,113,985	3362	300	$1,008,600
2021	August	42058	$15,227,759	3107	300	$932,100
2021	September	40213	$14,617,036	2892	300	$867,600
2021	October	43193	$15,208,635	2834	300	$850,200
2021	November	41254	$14,519,613	2765	300	$829,500
2021	December	40705	$14,027,725	2702	300	$810,600
2022	January	47382	$16,994,645	2564	300	$769,200
2022	February	44206	$15,726,443	2550	300	$765,000
2022	March	55600	$20,014,300	2520	300	$756,000
2022	April	45827	$15,866,139	2505	300	$751,500
2022	May	46026	$16,465,804	2501	300	$750,300
2022	June	43688	$15,305,044	2223	300	$666,900
		529219	**$188,087,128**	**32525**		**$9,757,500**

SCHEDULE 6 IMPACT

Year	Month	Sum Count	SumAmount_ Paid	Schedule 6 Count	Schedule 6 Fee	Schedule 6 Total Impact
2021	July	39067	$14,113,985	1002	Varies	$82,795
2021	August	42058	$15,227,759	1159	Varies	$95,460
2021	September	40213	$14,617,036	973	Varies	$83,970
2021	October	43193	$15,208,635	981	Varies	$87,225
2021	November	41254	$14,519,613	1251	Varies	$100,770
2021	December	40705	$14,027,725	1538	Varies	$140,030
2022	January	47382	$16,994,645	1183	Varies	$106,490
2022	February	44206	$15,726,443	1136	Varies	$100,120
2022	March	55600	$20,014,300	1521	Varies	$137,500
2022	April	45827	$15,866,139	1195	Varies	$107,805
2022	May	46026	$16,465,804	1169	Varies	$105,435
2022	June	43688	$15,305,044	1195	Varies	$106,365
		529219	**$188,087,128**	**14303**		**$1,253,965**

Transaction Type	Count	Amount Paid
	9638	$396,956
	3783	$279,950
, Initial List of General Partners	359	$139,625
, Initial List of General Partners - Foreign	99	$42,075
, Initial List of Officers and Directors - Foreign Nonprofit Corporation	4	$800
, NRS Chapter 82 Nonprofit Initial List of Officers and Directors	37	$3,700
a, b, c	1	$25
Amended Certification of Stock Designation After Issuance of Class or Series	36	$6,300
Amended Certification of Stock Designation Before Issuance of Class or Series	11	$1,925
Amended List of General Partners	737	$110,300
Amended List of General Partners - Foreign	10	$1,500
Amended List of Managers or Members	5441	$813,450
Amended List of Managers or Members - Foreign Limited-Liability Company	464	$69,600
Amended List of Managing Partners	18	$2,700
Amended List of Managing Partners - Foreign Limited-Liability Partnership	2	$300
Amended List of Officers and Directors	2218	$471,825
Amended List of Officers and Directors – Foreign Corporation	476	$133,200
Amended List of Subscriber	1	$50
Amended List of Trustees	5	$750
Amended List of Trustees - Foreign Business Trust	3	$450
Amended Modified Name Resolution	29	$5,075
Amendment	13	$780
Amendment - Foreign Limited-Liability Partnership	1	$175
Amendment After First Meeting of Directors	35	$1,750
Amendment After First Meeting of Directors for with or without stock	1	$50
Amendment After Issuance of Stock	220	$80,525
Amendment Before First Meeting of Directors	29	$1,450
Amendment Before Issuance of Stock	69	$19,425
Amendment Collateral Add	47	$1,410
Amendment Collateral Delete	12	$360
Amendment Collateral Restate	101	$3,030
Amendment Party-Debtor Add	74	$2,246
Amendment Party-Debtor Change	73	$2,190
Amendment Party-Debtor Delete	73	$2,190
Amendment Party-Secured Party Add	13	$390
Amendment Party-Secured Party Change	109	$3,270
Amendment Party-Secured Party Delete	5	$150
Amendment to a Registered Limited-Liability Partnership	3	$525
Amendment to Application for Registration of a Foreign Limited-Liability Company	131	$22,925
Amendment to Articles of Organization	1276	$222,950
Amendment to Articles of Organization Before Issuance of Member Interest	90	$15,750
Amendment to Articles of Organization Before Issuance of Member Interest-Profes	3	$525
Amendment to Articles of Organization-Professional LLC	15	$2,625
Amendment to Certificate of Business Trust	2	$350
Amendment to Certificate of Domestic Business Trust	1	$175
Annual List of General Partners	6171	$2,231,625

Annual List of General Partners - Foreign	806	$294,375
Annual List of Managers or Members	172299	$64,308,125
Annual List of Managers or Members - Foreign LLC	18624	$6,755,800
Annual List of Managers or Members, Annual List of Managers or Members	12	$5,075
Annual List of Managers or Members, Annual List of Managers or Members, Annua	2	$700
Annual List of Managers or Members, Annual List of Managers or Members, Annua	1	$525
Annual List of Managers or Members, Annual List of Managers or Members, Annua	1	$350
Annual List of Managing Partners	337	$125,800
Annual List of Managing Partners - Foreign LLP	168	$59,650
Annual List of Officers and Directors	57497	$37,871,525
Annual List of Officers and Directors - Foreign Corporation	20452	$17,350,125
Annual List of Officers and Directors - Foreign Corporation, Annual List of Officers a	1	$650
Annual List of Officers and Directors, Annual List of Officers and Directors	1	$900
Annual List of Officers and Directors, Annual List of Officers and Directors, Annual L	1	$650
Annual List of Officers and Directors, Annual List of Officers and Directors, Annual L	1	$650
Annual List of Subscriber	202	$10,950
Annual List of Trustees	137	$50,400
Application for General Partnership Registration	582	$116,400
Application for Other NT7 Business License Registration	747	$147,800
Application for Sole Proprietor Registration	20740	$4,113,200
Articles of Association - Cooperative Association, Initial List of Officers and Director	8	$1,400
Articles of Dissolution Before Commencement of Business	1379	$136,900
Articles of dissolutions	7829	$779,500
Articles of dissolutions, Articles of dissolutions, Articles of dissolutions	1	$100
Articles of Incorporation - Close Corporation, Initial List of Officers and Directors	205	$145,950
Articles of Incorporation - Domestic Corporation	2	$150
Articles of Incorporation - Domestic Corporation, Initial List of Officers and Director	4740	$3,546,375
Articles of Incorporation - Nonprofit Cooperative Corporation With or Without Sto	21	$4,550
Articles of Incorporation - Nonprofit Cooperative Corporation Without Stock, Initia	64	$9,200
Articles of Incorporation - Non-Profit Corporation	8	$350
Articles of Incorporation - Non-Profit Corporation, Articles of Incorporation - Non-F	1	$100
Articles of Incorporation - Non-Profit Corporation, NRS Chapter 82 Nonprofit Initial	741	$72,900
Articles of Incorporation - Professional Corporation	2	$500
Articles of Incorporation - Professional Corporation, Initial List of Officers and Direc	177	$71,025
Articles of Organization - LLC	44	$5,350
Articles of Organization - LLC, Articles of Organization - LLC, Articles of Organizatior	1	$425
Articles of Organization - LLC, Articles of Organization - LLC, Articles of Organizatior	1	$425
Articles of Organization - LLC, Articles of Organization - LLC, Initial List of Managers	6	$1,700
Articles of Organization - LLC, Initial List of Managers or Members	51276	$21,384,150
Articles Of Organization PLLC	2	$150
Articles Of Organization PLLC, Initial List of Managers or Members	761	$311,975
Assignment	180	$6,100
Business Entity Filed Documents	15787	$443,978
CALIFORNIA	1	$60
Cancellation of Business Trust	10	$1,000
Cancellation of Foreign Limited Partnership Registration	26	$2,600
Cayman	1	$25

Certificate of Amendment by Custodian	29	$5,075
Certificate of Cancellation for a Foreign Limited-Liability Company	636	$63,400
Certificate of Change of Address of the Limited Partnership's Records Office	4	$240
Certificate of Change of Principal Office	4	$240
Certificate of Designation	77	$13,475
Certificate of Reinstatement	4674	$8,412,975
Certificate of Resignation	116	$8,550
Certificate Of Revival	399	$2,251,675
Certificate Pursuant to NRS 78.209	28	$6,125
Certificates	35677	$1,763,576
Certificates, Certificates, Certificates, Certificates	1	$50
Continuation	1044	$31,320
Dissolution Before or After Issuance of Stock andAfter Beginning of Business	1520	$151,400
Dissolution Before Payment of Capital and Beginning of Business	286	$28,600
Dissolution to Corporation Sole	2	$100
Domestic Articles of Merger	66	$13,300
Electronic Notary Public Cancellation	2	$50
Electronic Notary Public Registration Amendment	16	$160
Electronic Notary Registration	523	$25,950
Electronic Notary Registration Renewal	52	$2,600
Exchange Entity	2	$700
Fee For Notary Online Training Class	725	$32,535
Foreign Articles of Merger	4	$700
Foreign Withdrawal	501	$49,900
Information Statement	8	$240
Initial Financing Statement	5211	$159,546
Initial List of Managers or Members	5	$350
Mark Renewal	7	$350
MODD	1	$60
NEV	1	$60
NEVADA	1	$60
New Notary Application	4041	$320,400
Notary Amendment	204	$2,040
Notary Renewal	2006	$159,520
NRS Chapter 82 Nonprofit Amended List of Officers and Directors	776	$38,800
NRS Chapter 82 Nonprofit Annual List of Officers and Directors	9079	$524,650
NV	3	$110
NVIRDA	1	$25
Officer's Statement	21	$3,425
PHILIPPINES	1	$60
Qualification to do Business in Nevada - Foreign	4	$150
Qualification to do Business in Nevada - Foreign, Initial List of Officers and Director	2183	$2,054,750
Qualification to do Business in Nevada - Foreign, Initial List of Officers and Director	1	$1,375
Qualification to do Business in Nevada - Foreign, Initial List of Officers and Director	58	$9,600
Registration - Business Trust - Foreign, Initial List of Trustees - Foreign Business Tru	8	$3,200
Registration - Foreign Limited-Liability Partnership, Initial List of Managing Partners	19	$8,075
Registration - Foreign LLC	2	$500

Registration - Foreign LLC, Initial List of Managers or Members - Foreign Limited-Li	3314	$1,385,650
Registration - Foreign LLC, Registration - Foreign LLC, Initial List of Managers or Me	1	$425
Registration - Limited-Liability Limited Partnership 87A, Initial List of General Partn	12	$5,400
Registration - Limited-Liability Partnership, Initial List of Managing Partners	143	$59,525
Renewal of General Partnership Registration	1022	$243,100
Renewal of Other NT7 Business License Registration	616	$135,900
Renewal of Sole Proprietor Registration	26974	$6,310,600
Renewal of Sole Proprietor Registration, Renewal of Sole Proprietor Registration	1	$600
Restated Articles	66	$12,275
Termination	2256	$67,440
U.S.	1	$60
UCC-11 Search and Copy Request	16701	$462,906
US	6	$290
USA	11	$555
Voluntary Dissolution at the Request of Member	14	$700
Voluntary Dissolution by Directors and Members or Directors Alone	187	$9,350
Withdrawal of a Limited-Liability Limited Partnership	15	$1,500
Withdrawal of a Limited-Liability Partnership	17	$1,700
withdrawal of designation	3	$525
Withdrawal of Foreign Corporation	5	$500
Withdrawal of Foreign Limited-Liability Partnership	1	$100
	529219	**$188,087,128**