

(Prepare in triplicate)

FISCAL NOTE

Prepared in regard to:

Senate Bill No. 2246

(List bill or resolution and number, if available, or subject)

Amendment to:

(List bill or resolution and number)

Requested by: Legislative Council Date of receipt: 1-13 19 77

In the following space note the fiscal effect in dollars of the legislative proposal. If additional space is needed, attach a supplementary sheet. (Please type)

Eighteen persons are currently registered as investment counsels. Under S. B. 2246, the fee for registering as an investment counsel (adviser) will be increased from \$25.00 to \$50.00. Assuming that present registrants renew their registrations, receipts from renewal fees will increase from \$450.00 to \$900.00 annually, which amounts to an overall increase of \$900.00 biennially. We do not anticipate more than a handful of new registrants during the next biennium. If five persons were to register as investment counsels (advisers) during the next biennium, receipts from this source would be \$250.00. In view of the small number of present registrants, any fiscal impact resulting from imposition of examination fees will be de minimis. We estimate that total receipts resulting from changes in the laws dealing with investment advisory services will not exceed \$1,150.00 for the ensuing biennium.

During the fiscal year of July 1, 1975, through June 30, 1976, seventy-two limited offering applications were processed by this office. We estimate that an additional 150 applications will be processed during the next biennium. Section 10-04-06(9)(c) authorizes the exaction of a \$50.00 filing fee for each application; however, this office is empowered to prescribe by rule the instances in which a filing fee will be required, and at the present time, we do not expect to impose filing fees in connection with more than half of the applications. We estimate that our receipts from this source will not exceed \$4,000.00 during the biennium.

We estimate that total receipts from all sources as a result of the enactment of S. B. 2246 will not exceed \$5,150.00 during the next biennium.

If it appears this legislative proposal may have a fiscal effect upon one or more of the cities and counties of this state but your agency does not have the information available, or cannot gather the information on a timely basis, to allow a dollar estimate, please check one or more of the following:

- The measure does have a fiscal impact in an unknown amount
- The measure does have a fiscal impact in a dollar amount estimated on the basis of inadequate information. (Enter dollar estimate in space above).
- The fiscal impact of the measure is unknown.

Date of preparation: 1-13-77

Signed

Peter A. Quist

Typed Name

Peter A. Quist

Department

Securities Commissioner