

FISCAL NOTE

Bill/Resolution No.: SB 2349 Amendment to: _____

Requested by Legislative Council Date of Request: 1-18-95

1. Please estimate the fiscal impact (in dollar amounts) of the above measure for state general and special fund, counties, and cities.

Narrative:

The provisions of this bill will result in some loss of revenue and some postponement of revenue.

See addendum:

2. State fiscal effect in dollar amounts:

	1993-95 Biennium		1995-97 Biennium		1997-99 Biennium	
	General Fund	Special Fund	General Fund	Special Fund	General Fund	Special Fund
Revenues	-0-	-0-	(\$22,930)	-0-	(\$2,930)	-0-
Expenditures	-0-	-0-	-0-	-0-	-0-	-0-

3. What, if any, is the effect of this measure on the appropriation of your agency or department:

- a. For the rest of the 1993-95 biennium: -0-
- b. For the 1995-97 biennium: -0-
- c. For the 1997-99 biennium: -0-

4. County and City Fiscal effect in dollar amounts:

	1993-95 Biennium		1995-97 Biennium		1997-99 Biennium	
	Counties	Cities	Counties	Cities	Counties	Cities
	-0-	-0-	-0-	-0-	-0-	-0-

If additional space is needed, attach a supplemental sheet.

Signed: *Alvin A Jaeger*
 Typed Name: Alvin A Jaeger
 Department: Secretary of State
 Phone Number: 224-2900

Date Prepared: 1/23/95
(Return original and 10 copies)

ISCAL NOTE 2349

ADDENDUM

Section 3 of the bill would result in loss of \$5,000 during the '95-'97 biennium since the majority of corporations incorporating in the month of December are doing so in order to have their corporation in effect to commence business on January 1st. These corporations would not file an annual report that year. Rather they would file an annual report the next year.

Section 5 creates a reinstatement fee of \$100 after dissolution or revocation. At present, North Dakota corporations must reincorporate at an average rate of \$90 per corporation. Approximate six North Dakota corporations must reincorporate in a calendar year. This reinstatement would realize income of \$120 over a biennium. However, foreign corporations must reauthorize at the rate of \$135 per year with approximately 115 corporations having to reauthorize in a year. This will result in a loss of \$8050 per biennium. Total revenue loss as a result of Section 5 would be \$7930 per biennium.

Section 6 will result in the postponement of \$10,000 from the '95-'97 biennium to the '97-'99 biennium, and should even out thereafter.