



STATE FISCAL IMPACT

Drafting Number: LLS 14-0509**Prime Sponsor(s):** Rep. Lee**Date:** January 15, 2014**Bill Status:** House Business, Labor, Economic,
and Workforce Development**Fiscal Analyst:** Bill Zepernick (303-866-4777)**SHORT TITLE:** MONETARY AMOUNT LIMITED OFFERING SECURITIES

Fiscal Impact Summary*	FY 2014-2015	FY 2015-2016
State Revenue		
State Expenditures	Minimal workload increase.	
FTE Position Change		
Appropriation Required: None.		

* This summary shows changes from current law under the bill for each fiscal year.

Summary of Legislation

The bill increases the monetary amount allowed under the limited offering registration procedure in the Colorado Securities Act to \$5.0 million per year.

Background

Limited offering registration is a type of small public offering for firms to issue stocks and debt instruments to raise business capital. Currently, the gross proceeds of such an offering are capped at \$1.0 million per year. The limited offering registration procedure is available to issuers that have a principal place of business and the majority of its full-time employees in Colorado. Eighty percent of the proceeds must be used for operations in the state.

State Expenditures

The bill increases workload in the Division of Securities in the Department of Regulatory Agencies by a minimal amount to amend its rules to reflect the new offering limit. This work can be accomplished within existing resources and no adjustment in appropriations is required.

Effective Date

The bill takes effect August 6, 2014, if the General Assembly adjourns on May 7, 2014, as scheduled, and no referendum petition is filed.

State and Local Government Contacts

Regulatory Agencies