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FISCAL IMPACT REPORT

SPONSOR Maes DATE TYPED 1/26/2004 HB _____

SHORT TITLE NM Securities Act Reporting Requirements SB 152

ANALYST Aguilar

REVENUE

Estimated Revenue		Subsequent Years Impact	Recurring or Non-Rec	Fund Affected
FY04	FY05			
		See Narrative		

(Parenthesis () Indicate Revenue Decreases)

SOURCES OF INFORMATION

LFC Files

Responses Received From
Regulation and Licensing Department (RLD)

SUMMARY

Synopsis of Bill

SB 152 eliminates the requirement that securities licensees file an annual report.

Significant Issues

The information contained in annual reports is available to the Securities Division of the Regulation and Licensing Department upon request. Additionally, brokerage firms now file their financial information electronically on a quarterly basis with federal regulators. With advances in technology, federal regulators are now able to inspect the financial condition of brokerage firms electronically on at least a quarterly basis.

FISCAL IMPLICATIONS

The Securities Division would save approximately \$1,500 in clerical time and materials used to file and store the reports.

OTHER SUBSTANTIVE ISSUES

RLD reports that annual reporting requirement imposes a cost on securities firms. The Governor's performance review estimated the annual cost to industry at approximately \$36,000 for all licensees.

PA/njw:yr