

**NORTH CAROLINA GENERAL ASSEMBLY
LEGISLATIVE FISCAL NOTE**

BILL NUMBER: Senate Bill 275 (Second Edition)

SHORT TITLE: Canadian Dealers/Salesmen Registration

SPONSOR(S): Senator Hartsell

FISCAL IMPACT

Yes () No (X) No Estimate Available ()

FY 2001-02 FY 2002-03 FY 2003-04 FY 2004-05 FY 2005-06

REVENUES

EXPENDITURES

**PRINCIPAL DEPARTMENT(S) &
PROGRAM(S) AFFECTED:** Department of the Secretary of State

EFFECTIVE DATE: This act is effective when it becomes law.

BILL SUMMARY: This bill will permit Canadian securities dealers and salespersons to do business with Canadian citizens in North Carolina for certain limited transactions. The law conforms North Carolina to the model act recommended by the North American Securities Administrators Association (NASAA).

ASSUMPTIONS AND METHODOLOGY: There will be no General Fund fiscal impact because Canadian firms handling securities transactions in North Carolina pay the Secretary of State the \$200 annual securities dealer fee and the \$55 annual securities salesman fee and will continue to do so under SB 275. These firms are assisting Canadians that are 1) temporary residents of the state that want to maintain their broker-client relationship or 2) permanent residents in North Carolina that have transactions in a self directed tax advantaged retirement plan in Canada. The Department of the Secretary of State cannot report how many Canadian securities firms are registered in the state.

FISCAL RESEARCH DIVISION 733-4910

PREPARED BY: Richard Bostic

APPROVED BY: James D. Johnson

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