

Fiscal Note

S.B. 100 1st Sub. (Green)

Short Title: Securities Fraud Reporting Program Act

Sponsor: McAdams, B.

2011 General Session, State of Utah

State Government (UCA 36-12-13(2)(b))

Enactment of this bill could result in additional fines collected. Assuming an increase of 25 percent from new reported investigations and fines, the Department would collect an additional \$600,000. The annual net revenue to the State would be \$420,000 after the 30% award. However, with the limit on the Securities Investor Education, Training, and Enforcement Fund balance increased to \$500,000, the General Fund would experience a one-time loss of up to \$400,000.

State Budget Detail Table

	FY 2011	FY 2012	FY 2013
Revenue:			
General Fund	\$0	\$420,000	\$420,000
General Fund, One-Time	\$0	(\$400,000)	\$0
Restricted Funds	\$0	\$180,000	\$180,000
Total Revenue	\$0	\$200,000	\$600,000
Expenditure:			
Restricted Funds	\$0	\$180,000	\$180,000
Total Expenditure	\$0	\$180,000	\$180,000
Net Impact, All Funds (Rev.-Exp.)	\$0	\$20,000	\$420,000
Net Impact, General/Education Funds	\$0	\$20,000	\$420,000

Local Governments (UCA 36-12-13(2)(c))

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for local governments.

Direct Expenditures by Utah Residents and Businesses (UCA 36-12-13(2)(d))

To the extent that this legislation encourages more reporting of information, affected businesses would be required to pay the fines and sanctions. Employees who report violations under this act would be eligible to receive up to 30% of the fines subsequently collected.