

Fiscal Estimate - 2011 Session

Original
 Updated
 Corrected
 Supplemental

LRB Number 11-3876/1	Introduction Number AB-0493
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Description
 The procedure for the administrative dissolution of corporations

Fiscal Effect

State:

No State Fiscal Effect
 Indeterminate

<input type="checkbox"/> Increase Existing Appropriations <input type="checkbox"/> Decrease Existing Appropriations <input type="checkbox"/> Create New Appropriations	<input type="checkbox"/> Increase Existing Revenues <input type="checkbox"/> Decrease Existing Revenues	<input type="checkbox"/> Increase Costs - May be possible to absorb within agency's budget <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> Decrease Costs
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Local:

No Local Government Costs
 Indeterminate

1. <input type="checkbox"/> Increase Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 2. <input type="checkbox"/> Decrease Costs <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	3. <input type="checkbox"/> Increase Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory 4. <input type="checkbox"/> Decrease Revenue <input type="checkbox"/> Permissive <input type="checkbox"/> Mandatory	5. Types of Local Government Units Affected <input type="checkbox"/> Towns <input type="checkbox"/> Village <input type="checkbox"/> Cities <input type="checkbox"/> Counties <input type="checkbox"/> Others <u>0</u> <input type="checkbox"/> School Districts <input type="checkbox"/> WTCS Districts
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Fund Sources Affected	Affected Ch. 20 Appropriations
<input type="checkbox"/> GPR <input type="checkbox"/> FED <input checked="" type="checkbox"/> PRO <input type="checkbox"/> PRS <input type="checkbox"/> SEG <input type="checkbox"/> SEGS 20.144(1)(g)	

Agency/Prepared By DFI/ Susan Dietzel (608) 267-0399	Authorized Signature Susan Dietzel (608) 267-0399	Date 1/31/2012
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Fiscal Estimate Narratives

DFI 1/31/2012

LRB Number	11-3876/1	Introduction Number	AB-0493	Estimate Type	Original
Description The procedure for the administrative dissolution of corporations					

Assumptions Used in Arriving at Fiscal Estimate

This bill modifies the requirements for providing notice when grounds exist for administrative dissolution of business corporations, under Chapter 180 of Wisconsin Statutes.

Current law requires the Department to provide multiple notices, including written notices to the registered office of the corporation with follow-up to the principal office. If the principal office cannot be determined and all notices are returned as undeliverable, the department is to give notice by publishing a "class 2" notice in the official state newspaper. This is true also of non-stock corporations (Chapter 181) and limited liability companies (Chapter 183).

This bill modifies the "class 2" notification for business corporations (Chapter 180), requiring instead that the agency must give notice by posting on the Department's Web site. In addition, for two years, the Department must also publish a monthly "class 1" notice in the official state newspaper informing the public where the administrative dissolution notices are posted.

In the last four years, the Department has averaged \$87,800 in payments to the official state newspaper to publish notices of administrative dissolution for all business types under Chapters 180, 181 and 183. Chapter 180 business corporations account for approximately 25% of the publication total, or \$21,950. The cost to publish the monthly class 1 notices for two years will be less than \$200 each year.

The Department does not anticipate any change in revenue from this bill.

Long-Range Fiscal Implications