

BILL SUMMARY
1st Session of the 57th Legislature

Bill No.:	HB 2637
Version:	INT
Request Number:	7570
Author:	Rep. Echols
Date:	2/19/2019
Impact:	ODS: No significant impact to the non-appropriated agency.

Research Analysis

HB2637, as introduced, provides an exemption from state registration requirements for any security offered for sale by an issuer under Rule 147 or 147A of federal SEC regulation. The measure also establishes registration requirements for crowdfunding portals.

To be exempt from state registration requirements, a security being offered must be in compliance with the federal exemption for interstate offerings, provided the issuer of such securities will still be required to file a notice of the offering with the Oklahoma Department of Securities and pay a nonrefundable notice filing fee. The notice must including a notice of exemption, a disclosure statement and a summary of the offering. Furthermore, all offers and sales must be made exclusively through an Internet website operated by a registered broker-dealer or a crowdfunding portal.

Prepared By: Quyen Do

Fiscal Analysis

Upon review, the Oklahoma Department of Securities has determined that the measure is unlikely to have any significant impact on the agency. There is a possibility in some increase in revenue; however, that would be revenue neutral in the addition in workload for new filings. The measure may also cause an increase the compliance fees on the part of the issuers and portals and the time to make filings.

Prepared By: Jenny Mobley

Other Considerations

None.