

# JUDICIAL IMPACT FISCAL NOTE

<b>Bill Number:</b> 5011 SB	<b>Title:</b> Business Corporation Act	<b>Agency:</b> 055 – Admin Office of the Courts (AOC)
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**Part I: Estimates**

**No Fiscal Impact**

**Estimated Cash Receipts to:**

	FY 2018	FY 2019	2017-19	2019-21	2021-23
<b>Total:</b>					

**Estimated Expenditures from:**

	FY 2018	FY 2019	2017-19	2019-21	2021-23
<b>STATE</b>					
FTE – Staff Years					
<b>Account</b>					
General Fund – State (001-1)					
State Subtotal					
<b>COUNTY</b>					
County FTE Staff Years					
<b>Account</b>					
Local - Counties					
Counties Subtotal					
<b>CITY</b>					
City FTE Staff Years					
<b>Account</b>					
Local – Cities					
Cities Subtotal					
Local Subtotal					
<b>Total Estimated Expenditures:</b>					

*The revenue and expenditure estimates on this page represent the most likely fiscal impact. Responsibility for expenditures may be subject to the provisions of RCW 43.135.060.*

Check applicable boxes and follow corresponding instructions:

- If fiscal impact is greater than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete entire fiscal note form parts I-V
- If fiscal impact is less than \$50,000 per fiscal year in the current biennium or in subsequent biennia, complete this page only (Part I).
- Capital budget impact, complete Part IV.

Legislative Contact:	Phone:	Date:
Agency Preparation: Sam Knutson	Phone: 360-704-5528	Date: 4/7/2017
Agency Approval: Ramsey Radwan	Phone: 360-357-2406	Date:
OFM Review:	Phone:	Date:

## **Part II: Narrative Explanation**

This bill would amend RCW 23B (the Washington Business Corporation Act) to:

- Establish a statutory procedure for ratifying and validating defective corporate actions, including superior court proceedings to validate or challenge ratification;
- Authorize forum selection provisions for internal corporate claims;
- Permit asset drop-down transactions without approval by the parent corporation's shareholders;
- Eliminate ten-year term limits on voting trusts and agreements; and
- Permit short-form downstream mergers.

No fiscal impact to the courts.