



OHIO LEGISLATIVE SERVICE COMMISSION

Terry Steele

Fiscal Note & Local Impact Statement

Bill: H.B. 581 of the 131st G.A.

Date: November 28, 2016

Status: As Introduced

Sponsor: Reps. Dever and Reineke

Local Impact Statement Procedure Required: No

Contents: Regulates series limited liability companies under Ohio Corporate Law

State Fiscal Highlights

- No direct fiscal effect on the state.

Local Fiscal Highlights

- No direct fiscal effect on political subdivisions.

Detailed Fiscal Analysis

The bill permits the formation of, and regulates, series limited liability companies (series LLCs) under Ohio Corporate Law. A series LLC is a special form of LLC that consists of a master LLC and separate subunit divisions, or series. A series LLC allows an LLC to be subdivided into separate series of members, managers, LLC interests, or assets that have separate rights, powers, or duties. Liabilities and obligations incurred by one series do not jeopardize assets held by another series. Overall, the bill does not require any additional filings for a series LLC than would be required for a traditional LLC. Therefore, the bill does not appear to have any impact on business filing revenues collected by the Secretary of State, nor any costs associated with the processing of those filings. A series LLC must file an Articles of Incorporation Form, with a filing fee of \$99 in the same manner as a traditional LLC. These filing fees are deposited into the Business Services Fund (Fund 5990).

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