

AMENDMENTS TO REGULATION 20.070(1)

Adopted: 9/21/2023

PURPOSE: To amend NGC Regulation 20.070(1) to eliminate the requirement for reviewed financial statements covering the period since the previously submitted financial statements in the event of license terminations, unless requested by the Chair of the Board; to allow licensees to submit one copy of reviewed financial statements instead of two copies; to allow licenses to submit financial statements for a stub period in conjunction with the financial statements for the first full business year, not later than 120 days after the end of the first full business year; and to take such additional action as may be necessary and proper to effectuate these stated purposes.

REGULATION 20

DISSEMINATORS

EFFECTIVE DATE: September 21, 2023

Matter in *blue italics* is new language and matter in [red and bracketed] is material to be omitted.

20.070(1) Reviewed financial statements

1. Each disseminator shall prepare financial statements covering all financial activities of the disseminator's establishment for each business year. The financial statements must be submitted to the Board [in duplicate] not later than 120 days after the last day of the disseminator's business year. In the event of a [license termination,] change in business entity, or a change in the percentage of ownership of more than 20 percent, the licensee or former licensee shall, not later than 120 days after the event, submit to the Board [2 copies] *one copy* of reviewed financial statements covering the period since the period covered by the previous statement. If a [license termination,] change in business entity, or a change in the percentage of ownership of more than 20 percent occurs within 120 days after the end of the business year for which a statement has not been submitted, the licensee may submit statements covering both the

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business year and the final period of business. *In the event of a license termination, the Chair may require the disseminator to submit to the Board one copy of reviewed financial statements covering the period since the period covered by the previous financial statement.*

In the event a new license is granted within 120 days prior to the end of the business year, the licensee may submit financial statements for this period in conjunction with the financial statements for the first full business year, not later than 120 days after the end of the first full business year.

2. [No change]
3. [No change]
4. [No change]
5. [No change]
6. [No change]
7. [No change]