April 15, 2022

The Honorable Nancy Skinner, Chair Joint Legislative Budget Committee State Capitol, Room 553 Sacramento, CA 95814

The Honorable Phil Ting, Vice Chair Joint Legislative Budget Committee State Capitol, Room 553 Sacramento, CA 95814

Ms. Keely Bosler, Director Department of Finance 915 L Street Sacramento, CA 95814

Dear Chairpersons Skinner, and Ting and Ms. Bosler:

Attached is the March 2022 report on the time it is taking to process various business filings, in accordance with the Budget Act of 2021 (Chapter 21, Statutes of 2021). Previous reports are posted on the Secretary of State's office website at http://www.sos.ca.gov/administration/agency-reports/business-filing-processing-time-agency-reports. If you have any questions about this report, please feel free to contact me at (916) 653-7244 or have your staff contact my Chief of the Business Programs Division, Betsy Bogart, at (916) 695-1197.

Sincerely,

Shirley N. Weber, Ph.D. Secretary of State

Attachment

cc: Members, Joint Legislative Budget Committee Hanz Hemann, Joint Legislative Budget Committee Counsel Ms. Erika Contreras, Secretary of the Senate Ms. Cara L. Jenkins, Legislative Counsel

Secretary of State's Report to Department of Finance and Joint Legislative Budget Committee

The Business Programs Division Filings Processing Budget Change Proposal was approved and incorporated into the Budget Act of 2021 (Chapter 21, Statutes of 2021). The Secretary of State is reporting on the 15th of each month to the Department of Finance and the Joint Legislative Budget Committee (JLBC) on the processing time for business filings.

This is the report for March 2022 and covers the period of March 1, 2022 through March 31, 2022.

Document Processing	Business Entities		Statement of Information	
Processing Times as of March 1, 2022	14	days	6	days
Processing Times as of March 31, 2022	7	days	10	days
Average Processing Times ¹	10	days	9	days

Document Processing	Business Entities	Statement of Information	Total
Documents in Processing as of March 1, 2022	9,047	4,200	13,247
Documents Received during This Reporting Period	46,885	13,385	60,270
Documents Processed during This Reporting Period ²	52,497	11,820	64,317
Documents Awaiting Processing as of March 31, 2022	3,435	5,765	9,200
Documents Received since May 1, 2013	4,473,145	3,444,913	7,918,058
Documents Processed since May 1, 2013 ²	4,494,591	3,510,999	8,005,590
Preclear/Expedites Processed during This Reporting Period	0	0	0
Preclear/Expedites Processed since May 1, 2013	286,155	18,794	304,949

Staffing	Permanent	Limited Term	Total
BPD FY 2021/22 Authorized Positions	243.6	37.0	280.6
Filled Positions as of March 31, 2022	221.6	23.0	244.6
Vacant Positions as of March 31, 2022	22.0	14.0	36.0
Estimated Average Vacancy Rate for this Reporting Period	8%	38%	12%

Staffing	Total
Number of Temporary Workers	62
Hours Worked by Temporary Workers during This Reporting Period	5,455
Temporary Hours Worked since May 1, 2013	934,882
Overtime Hours Worked during This Reporting Period	4,077
Overtime Hours Worked since May 1, 2013	250,593

¹ The processing times shown for the first and final day of the reporting period are snapshots in time. Processing times, in the form of business days, are tracked on a daily basis throughout the reporting period and from that information, the average processing time for the month is calculated. Throughout the month, the processing times fluctuate daily depending on the number of documents received each day (some days have higher volumes than others) and the number of documents processed. Due to the COVID-19 pandemic and the rise in COVID cases in California, we continue to have limited staff in the office at a given time. Business Entities is in the peak season of business filings which accounts for the increase in processing times. We continue to focus on online services, registrations, and statements of information to continue to support the California economy. The final phase of California Business Connect, Module 4: Business Entities Features launches April 7, 2022.

² Documents Processed includes Preclear/Expedites processed