

Shirley N.Weber, Ph.D. | California secretary of state

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June 14, 2023

The Honorable Nancy Skinner, Chair Joint Legislative Budget Committee 1020 N Street, Room 553 Sacramento, CA 95814

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

Mr. Joe Stephenshaw, Director Department of Finance 915 L Street Sacramento, CA 95814

Dear Chairpersons Skinner, and Ting and Mr. Stephenshaw:

Attached is the May 2023 report on the time it is taking to process various business filings, in accordance with the Budget Act of 2022 (Chapter 45, Statutes of 2022). 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, Consultant, Joint Legislative Budget Committee Ms. Erika Contreras, Secretary of the Senate Ms. Cara L. Jenkins, Legislative Counsel

Secretary of State's Report to the 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 2022 (Chapter 45, Statutes of 2022). 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 May 2023 and covers the period from May 1, 2023, through May 31, 2023.

Document Processing	Business Entities		Statement of Information	
Processing Times as of May 1, 2023	5	days	6	days
Processing Times as of May 31, 2023	5	days	7	days
Average Processing Times ¹	5	days	7	days

Document Processing	Business Entities	Statement of Information	Total
Documents in Processing as of May 1, 2023	20,075	1,394	21,469
Documents Received during This Reporting Period	69,689	6,567	76,256
Documents Processed during This Reporting Period ²	75,099	6,721	81,820
Documents Awaiting Processing as of May 31, 2023	14,665	1,240	15,905
Documents Received since May 1, 2013	5,482,918	3,547,933	9,030,851
Documents Processed since May 1, 2013 ²	5,493,134	3,618,544	9,111,678
Preclear/Expedites Processed during This Reporting Period	2,803	0	2,803
Preclear/Expedites Processed since May 1, 2013	318,928	18,794	337,722

Staffing	Permanent	Limited Term	Total
BPD FY 2022/23 Authorized Positions	243.6	37.0	280.6
Filled Positions as of May 31, 2023	218.6	23.0	241.6
Vacant Positions as of May 31, 2023	25.0	14.0	39.0
Estimated Average Vacancy Rate for this Reporting Period	11%	39%	14%

Staffing	Total
Number of Temporary Workers	49
Hours Worked by Temporary Workers during This Reporting Period	4,187
Temporary Hours Worked since May 1, 2013	992,333
Overtime Hours Worked during This Reporting Period	4,154
Overtime Hours Worked since May 1, 2013	303,152

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 (potentially higher or lower than the processing times noted at the beginning and/or end of the month) depending on the number of documents received each day (some days have higher volumes than others) and the number of documents processed. We continue to focus on online services, registrations, and statements of information to continue to support the California economy. Business Entities (BE) being added to bizfileOnline.sos.ca.gov in April 2022 have helped our BE and Statement of Information turnaround times, especially during our peak filing season. Statements of Information processing times are higher than 5 days because staff are being split between filings and public inquiries (phones and emails).

² Documents processed include Preclear/Expedites processed.