



NORTH CAROLINA GENERAL ASSEMBLY

Session 2019

Legislative Fiscal Note

Short Title: Change Salvage Vehicle Transfer Requirements.
Bill Number: House Bill 337 (Third Edition)
Sponsor(s):

SUMMARY TABLE

FISCAL IMPACT OF H337, V.3 (\$ in thousands)

	<u>FY 2019-20</u>	<u>FY 2020-21</u>	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24</u>
State Impact					
Highway Fund Revenue	-	-	-	-	-
<u>Less Expenditures</u>	<u>45.2</u>	<u>4.5</u>	<u>4.5</u>	<u>4.5</u>	<u>4.5</u>
Highway Fund Impact	(45.2)	(4.5)	(4.5)	(4.5)	(4.5)
NET STATE IMPACT	(\$45.2)	(\$4.5)	(\$4.5)	(\$4.5)	(\$4.5)

TECHNICAL CONSIDERATIONS: See Technical Considerations Section

FISCAL IMPACT SUMMARY

It is estimated that H.B. 337, V.3 will result in one-time costs to the Division of Motor Vehicles (DMV) of \$45,200 in FY 2019-20, with annual maintenance costs of \$4,520 beginning in FY 2020-21. No revenue impact is expected.

FISCAL ANALYSIS

Section 2

This section allows DMV to accept electronic signatures for salvage certificates of title, and allows online dealers to perform salvage title services.

DMV operates and maintains the State Titling and Registration System (STARS), a computer system that maintains vehicle data. This system will require technical modifications to allow online dealers to perform salvage title services. The estimated cost for these modifications is a one-time cost of \$45,200 in the first year, with annual maintenance costs of \$4,520 beginning in FY 2020-21.

TECHNICAL CONSIDERATIONS

Due to the resources allocated for other DMV IT projects, the technical modifications to STARS required by this bill cannot be implemented prior to July 1, 2020.

DATA SOURCES

Division of Motor Vehicles, Department of Transportation

LEGISLATIVE FISCAL NOTE – PURPOSE AND LIMITATIONS

This document is an official fiscal analysis prepared pursuant to Chapter 120 of the General Statutes and rules adopted by the Senate and House of Representatives. The estimates in this analysis are based on the data, assumptions, and methodology described in the Fiscal Analysis section of this document. This document only addresses sections of the bill that have projected direct fiscal impacts on State or local governments and does not address sections that have no projected fiscal impacts.

CONTACT INFORMATION

Questions on this analysis should be directed to the Fiscal Research Division at (919) 733-4910.

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