

GENERAL ASSEMBLY OF NORTH CAROLINA



Session 2007

Legislative Fiscal Note

BILL NUMBER: Senate Bill 470 (First Edition)

SHORT TITLE: Increase Age for Eight-Year Drivers License.

SPONSOR(S): Senator Shaw

FISCAL IMPACT					
	Yes (x)	No ()	No Estimate Available ()		
	<u>FY 2007-08</u>	<u>FY 2008-09</u>	<u>FY 2009-10</u>	<u>FY 2010-11</u>	<u>FY 2011-12</u>
REVENUES	\$1,907,085	\$3,971,709	\$4,064,157	\$4,120,743	\$3,094,728
EXPENDITURES	\$12,874	\$0	\$0	\$0	\$0
POSITIONS (cumulative):	0	0	0	0	0
PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED: North Carolina Department of Transportation, Division of Motor Vehicles					
EFFECTIVE DATE: January 1, 2008					

BILL SUMMARY:

This act increases the age for persons receiving an eight-year driver license. The increase in age is from 18-54 years old to 18-65 years old. Individuals over 65 years old will now be issued a five-year driver license.

ASSUMPTIONS AND METHODOLOGY:

- There will be costs associated with programming and ITS charges for the State Automated Driver License System (SADLS) to change the age for the eight-year driver license within the system.
- There will be additional revenues collected during the first five years, since license fees are based on the number of years of its issuance. After five years of the renewal customers receiving the eight-year license there will be a reduction in the number of issuances since individuals will not have to renew as frequently, and revenues should equalize after an eight-year cycle.

SOURCES OF DATA:

North Carolina Department of Transportation, Division of Motor Vehicles

TECHNICAL CONSIDERATIONS: None

FISCAL RESEARCH DIVISION: (919) 733-4910

PREPARED BY: Lisa Hollowell

APPROVED BY: Lynn Muchmore, Director
Fiscal Research Division

DATE: April 10, 2007



Signed Copy Located in the NCGA Principal Clerk's Offices