



# NORTH CAROLINA GENERAL ASSEMBLY

2025 Session

## Legislative Incarceration Fiscal Note

**Short Title:** NC Constitutional Carry Act.  
**Bill Number:** House Bill 5 (Second Edition)  
**Sponsor(s):**

### FISCAL IMPACT SUMMARY

Criminal offenses are classified as misdemeanors (Class 3 as the lowest and Class A1 as the highest) and felonies (Class I to Class A). There are three types of legislative changes to offenses that may result in a fiscal impact to the State’s criminal justice system: creating a new offense, changing the class of an existing offense, or changing the scope of an existing offense.

This proposed legislation would **create new Class H felonies and new Class 2 and Class 3 misdemeanors**. Because these are new charges, there is no data to predict how many individuals may be charged or convicted. **Therefore, Fiscal Research is unable to project the fiscal impact** of the proposed legislation on the criminal justice system.

Each additional person charged under the proposed offenses will have a cost to the judicial system and each additional person convicted will have a cost to the correction system. The **cost of one charge and conviction** is listed in the table below, along with the percent of cases that incur those costs at that offense level.

Cost of One Charge and Conviction										
Offense Class	Prosecution and Defense		Active Sentence					Suspended Sentence		
	Admin. Office of the Courts	Indigent Defense Services	DAC - Confinement			DAC - Post-Release Supervision (PRS)		DAC - Probation		
Felony	Cost	Cost	Rate	Cost	Length (Mo.)	Cost	Length (Mo.)	Rate	Cost	Length (Mo.)
H	\$1,300	\$517	36%	\$26,937	10	\$2,527	9	64%	\$6,739	24
Misdemeanor	Cost	Cost	Rate	Cost	Length (Mo.)	Cost	Length (Mo.)	Rate	Cost	Length (Mo.)
2	\$183	\$254	Active sentences for misdemeanor convictions are served in County jail.			Misdemeanants do not receive PRS.		75%	\$3,650	13
3	\$63	\$210						82%	\$3,650	13

*Note: Court costs reflect the average cost per disposition. Costs for active sentences, probation, and post-release supervision reflect the total cost of the sentence or supervision period. Costs to the Statewide Misdemeanant Confinement Program (SMCP) only occur for active sentences > 90 days and impaired driving.*

## FISCAL IMPACT OF H.B.5, V.2

	<u>FY 2025-26</u>	<u>FY 2026-27</u>	<u>FY 2027-28</u>	<u>FY 2028-29</u>	<u>FY 2029-30</u>
<b>State Impact</b>					
General Fund Revenue	-	-	-	-	-
Less Expenditures	-	-	-	-	-
<b>General Fund Impact</b>	<b>No Estimate Available - Refer to Fiscal Analysis section</b>				

<b>NET STATE IMPACT</b>	<b>No Estimate Available - Refer to Fiscal Analysis section</b>
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**TECHNICAL CONSIDERATIONS:** See Technical Considerations Section

### FISCAL ANALYSIS

#### **Bill Summary:**

Section 1 enacts G.S. 14-415.35, Carrying concealed handguns. Subsection (a) authorizes any person who is a citizen of the United States and is at least 18 years old to carry a concealed handgun in this State unless provided otherwise by law. Any person who violates subsection (a) (carrying a concealed handgun and under 18) is **guilty of a Class 3 misdemeanor**.

Subsection (b) makes it unlawful for a person who meets any of the specific criteria listed in the subsection to carry a concealed handgun. Any person who violates subsection (b) (carrying a concealed handgun when prohibited) is **guilty of a Class 2 misdemeanor for a first offense and a Class H felony for a second or subsequent offense**.

Because these are new offenses, there is no historic data available for cost projections, and as such **Fiscal Research is unable to provide any cost projections for this bill.**

Sections 4, 6, 7, and 8 of the bill make various changes to laws related to existing carrying concealed weapons regulations. Specifically:

- Section 4 amends G.S. 14-269 Carrying concealed weapons, to exclude handguns lawfully carried pursuant to the changes in Section 1. Violation of G.S. 14-269 is a Class 2 misdemeanor for the first offense and a Class H felony for a second or subsequent offense.
- Section 6 amends G.S. 14-269.3, Carrying weapons into assemblies and establishments where alcoholic beverages are sold and consumed, in two ways. First, it limits application to any person consuming alcohol, or at any time while the person has remaining in the person's body any alcohol or in the person's blood a controlled substance previously consumed (currently prohibits anyone). Second, it deletes the specific exemptions listed in subsection (b) of the existing statute. Violation of G.S. 14-269.3 is a Class 1 misdemeanor.
- Section 7 amends G.S. 14-269.4, Weapons on certain State property and in courthouses by expanding the exemption from a person who had a valid permit to any person carrying a concealed handgun. Violation of G.S. 14-269.4 is a Class 1 misdemeanor.

- Section 8 amends G.S. 14-277.2, Weapons at parades, etc., prohibited, by expanding the exemption from a person who has a valid permit to any person carrying a concealed handgun. Violation of G.S. 14-277.2 is a Class 1 misdemeanor.

It is possible that Sections 4, 6, 7, and 8 would decrease some costs to the State's justice system by reducing the pool of eligible activities from current criminal charges. However, both because decreases in justice system costs are generally beyond the scope of an Incarceration Note and because the data available for these sections is incomplete, Fiscal Research is not able to provide a cost estimate for these sections.

### **Capital Expenses**

Capital costs emerge when prison bed demand exceeds capacity. Based on the most recent prison population and bed capacity projections from the Sentencing and Policy Advisory Commission (SPAC), the State will have sufficient prison beds available beyond the five-year fiscal note horizon. Therefore, Fiscal Research anticipates there will be **no additional prison capital requirements** as a result of this proposed legislation.

### **Operating Expenses**

The table in the Fiscal Impact Summary lists the costs specific to the charge or charges included in this proposal.

## **TECHNICAL CONSIDERATIONS**

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- Offense changes are typically effective on December 1. FRD assumes that costs incurred in the first year to the judicial and correction systems would be less than annualized costs due to lag time in charges and convictions.
- This estimate assumes that expanding existing or creating new criminal offenses produces no deterrent or incapacitative effect on crime rates. Likewise, FRD assumes no deterrent effects for any modifications to criminal penalties. The estimates in this Incarceration Note make no assumptions about the larger impact on crime rates or costs to society or the State.
- This estimate makes no prediction regarding the likelihood that a prosecutor will charge an offense based on any proposed increases or decreases to the offense class level. This estimate also does not attempt to predict the impact of offense class changes on plea negotiations. FRD assumes the proposed offense class is charged and convicted at the same rate as the prior level.
- For reference, Appendix A to this document shows the costs per charge/conviction for each class of offense in North Carolina.

## **DATA SOURCES**

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Department of Adult Correction; Administrative Office of the Courts; North Carolina Sentencing and Policy Advisory Commission; Office of Indigent Defense Services.

## **LEGISLATIVE FISCAL NOTE – PURPOSE AND LIMITATIONS**

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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**

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

## **ESTIMATE PREPARED BY**

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Mark White

## **ESTIMATE APPROVED BY**

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John Poteat  
on behalf of Brian Matteson, Director  
Fiscal Research Division  
March 31, 2025



**Signed copy located in the NCGA Principal Clerk's Offices**

**APPENDIX A: COSTS PER CHARGE/CONVICTION BY OFFENSE CLASS**

Cost of One Charge and Conviction											
	Prosecution and Defense			Active Sentence					Suspended Sentence		
Offense Class	Admin. Office of the Courts	Indigent Defense Services		DAC - Confinement			DAC - Post-Release Supervision (PRS)		DAC - Probation		
Felony	Cost	Rate	Cost	Rate	Cost	Length (Mo.)	Cost	Length (Mo.)	Rate	Cost	Length (Mo.)
A	\$55,469	95%	\$11,967	100%	NA	Life	N/A	N/A	0%	N/A	0
B1	\$23,852	78%	\$4,187	100%	\$178,610	242	\$2,994	12	0%	N/A	0
B2	\$17,704	85%	\$4,187	100%	\$115,137	156	\$2,994	12	0%	N/A	0
C	\$8,598	82%	\$2,317	100%	\$63,473	86	\$2,994	12	0%	N/A	0
D	\$7,027	89%	\$1,744	100%	\$47,236	64	\$2,994	12	0%	N/A	0
E	\$3,281	79%	\$909	57%	\$19,928	27	\$2,994	12	43%	\$7,356	31
F	\$1,849	74%	\$849	51%	\$13,285	18	\$2,282	9	49%	\$7,119	30
G	\$1,525	78%	\$706	39%	\$11,071	15	\$2,282	9	61%	\$6,170	26
H	\$1,016	78%	\$510	33%	\$8,119	11	\$2,282	9	67%	\$5,933	25
I	\$740	68%	\$407	15%	\$4,428	6	\$2,282	9	85%	\$5,221	22
Misdemeanor	Cost	Rate	Cost	Rate	Cost	Length (Days)			Rate	Cost	Length (Mo.)
A1	\$580	52%	\$281	Active sentences for misdemeanor convictions are served in County jail.			Misdemeanants do not receive PRS		64%	\$3,797	16
1	\$335	62%	\$237						64%	\$3,322	14
2	\$178	30%	\$237						78%	\$3,085	13
3	\$63	14%	\$202						84%	\$3,085	13

*Note: Court costs reflect the average cost per disposition. Costs for active sentences, probation, and post-release supervision reflect the total cost of the sentence or supervision period. Costs to the Statewide Misdemeanant Confinement Program (SMCP) only occur for active sentences > 90 days and for impaired driving.*