

NORTH CAROLINA GENERAL ASSEMBLY

LEGISLATIVE FISCAL NOTE

BILL NUMBER: HB 1233 (Second Edition)

SHORT TITLE: Structural Pest Control Amendments

SPONSOR(S): Representative Hill

FISCAL IMPACT					
	Yes (X)	No ()	No Estimate Available ()		
	<u>FY 1999-00</u>	<u>FY 2000-01</u>	<u>FY 2001-02</u>	<u>FY 2002-03</u>	<u>FY 2003-04</u>
REVENUES					
Departmental Receipt	-	\$29,675	\$31,145	\$32,720	\$34,350
PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED: Department of Agriculture and Consumer Services					
EFFECTIVE DATE: The act becomes effective October 1, 1999.					

BILL SUMMARY: The bill makes changes to the Structural Pest Control Statutes.

ASSUMPTIONS AND METHODOLOGY:

Section 9 of bill increases the license fee for structural pest control as follows:

- Phase one increased from \$125 to \$150
- Additional phases increased from \$50 to \$65
- Subphases increased from \$10 to \$15

The Department of Agriculture and Consumer Services reports that as of June 30, 1999 there are 753 phase one licenses, 629 phase two/three licenses, and zero subphase licenses. Since the fee increase becomes effective after licenses are renewed on July 1, 1999, there will be no increase in revenue for FY 1999-00. Based on prior year experience, the number of licenses is projected to grow by 5% a year over the next five years as follows:

	<u>Phase 1</u>	<u>Additional Phases</u>
FY 1999-00	753	629
FY 2000-01	791	660
FY 2001-02	830	693
FY 2002-03	872	728
FY 2003-04	915	765

The revenue generated by the fee increase in FY 2000-01 is calculated as follows:

	Current	Proposed	No. Licenses	Additional Revenue
One Phase	\$125	\$150	791	\$19,775
Additional Phases	\$50	\$65	660	\$9,900
Total			1,451	\$29,675

FISCAL RESEARCH DIVISION 733-4910

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DATE: Wednesday, June 30, 1999



Signed Copy Located in the NCGA Principal Clerk's Offices