

GENERAL ASSEMBLY OF NORTH CAROLINA



Session 2007

Legislative Fiscal Note

BILL NUMBER: House Bill 2558 (First Edition)

SHORT TITLE: Home Inspector Privilege License.

SPONSOR(S): Representative Ross

<b>FISCAL IMPACT</b>					
	<b>Yes (X)</b>	<b>No ( )</b>	<b>No Estimate Available ( )</b>		
	<b><u>FY 2008-09</u></b>	<b><u>FY 2009-10</u></b>	<b><u>FY 2010-11</u></b>	<b><u>FY 2011-12</u></b>	<b><u>FY 2012-13</u></b>
<b>REVENUES</b>	<b>\$78,500</b>	<b>\$77,800</b>	<b>\$76,400</b>	<b>\$76,900</b>	<b>\$76,800</b>
<b>Counties and Municipalities</b>	<b>**No Estimate Available**</b>				
<b>EXPENDITURES</b>					
<b>POSITIONS (cumulative):</b>					
<b>PRINCIPAL DEPARTMENT(S) &amp; PROGRAM(S) AFFECTED:</b> NC Dept. of Revenue					
<b>EFFECTIVE DATE:</b> This act becomes effective July 1, 2008.					

**BILL SUMMARY:**

House Bill 2558 adds licensed home inspectors to the list of professions and business practices listed under G.S. 105-41(a) that are required to obtain a privilege license from the Secretary of Revenue.

**ASSUMPTIONS AND METHODOLOGY:**

House Bill 2558 would add licensed home inspectors to the list professions that would need to obtain a statewide license for the privilege of practicing a business. According to G.S. 105-41(a), this license is \$50 per person. There are currently 1,570 home inspectors in the state of North Carolina. Therefore, this license would generate \$78,500 in revenue for FY 2008-09. This number was then grown using NC construction industry employment projections from Moody's Economy.com.

G.S. 105-41(h) states that counties and municipalities may not levy any license tax on businesses or professions listed under G.S. 105-41(a). There is no estimate available for the loss in county and municipal revenues, as they are able to set their own tax schedules for privilege licenses.

**SOURCES OF DATA:** North Carolina Department of Insurance, Moody's Economy.com

**TECHNICAL CONSIDERATIONS:** None

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**DATE:** June 23, 2008



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