GENERAL ASSEMBLY OF NORTH CAROLINA Session 2017

Legislative Fiscal Note

BILL NUMBER:Senate Bill 412 (First Edition)SHORT TITLE:Improve Process/Sale of Unclaimed Vehicles.SPONSOR(S):Senator B. Jackson

FISCAL IMPACT (\$ in millions) ✓ Yes □ No □ No Estimate Available FY 2019-20 FY 2016-17 FY 2017-18 FY 2018-19 State Impact Highway Fund Revenues: (\$0.1) (\$0.0) (\$0.0) (\$0.0)Highway Fund Expenditures: State Positions:

(\$0.0)

(\$0.0)

(\$0.0)

PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED:

(\$0.1)

Division of Motor Vehicles

NET STATE IMPACT

EFFECTIVE DATE: July 1, 2017

TECHNICAL CONSIDERATIONS:

Yes - See Technical Considerations Section

BILL SUMMARY:

Section 1 of the act amends G.S. 20-77(d) to require that the Division of Motor Vehicles (DMV) make available all forms necessary for the sale of an unclaimed motor vehicle on DMV's website. Additionally, the act requires DMV to allow for electronic submission of the forms and use of an electronic signature in accordance with Article 40 of Chapter 66 of the General Statutes.

Section 2 states the effective date of the act is July 1, 2017.

ASSUMPTIONS AND METHODOLOGY:

The Department of Transportation, Information Technology Section (DOT-IT) proposes an email service account be created to allow for the electronic submission of the required forms for the sale of unclaimed motor vehicles. The required forms will be posted on the DMV website for download. Additionally, the website will post instructions on how to complete and submit the required forms by email.

DOT-IT was unable to provide a fiscal estimate for the allowance of electronic signatures at this time, or an estimate as to when electronic signatures will be implemented.

DOT-IT estimates that the creation of an email service account and modification to DMV's website will require 842 hours of initial development labor at a rate of \$90 per hour. In addition to

FY 2020-21

(\$0.0)

(\$0.0)

the \$75,780 development cost, projected recurring operational support for these modifications is \$7,500 (annually). The fiscal impact to DMV personnel is considered nominal.

SOURCES OF DATA: Division of Motor Vehicles

TECHNICAL CONSIDERATIONS: Yes. DOT-IT cannot implement electronic signatures by July 1, 2017.

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DATE: April 24, 2017



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