GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2005

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SENATE BILL 622

Appropriations/Base Budget Committee Substitute Adopted 5/3/05 Pensions & Retirement and Aging Committee Substitute Adopted 5/3/05 Fourth Edition Engrossed 5/5/05 House Committee Substitute Favorable 6/14/05

Short Title:	2005 Appropriations Act.	(Public)
Sponsors:		
Referred to:		

March 17, 2005

1 A BILL TO BE ENTITLED 2 AN ACT TO INCREASE FEES FOR LICENSING OF PROPRIETARY SCHOOLS 3 AS RECOMMENDED BY THE STATE BOARD OF COMMUNITY COLLEGES; 4 REVIEW **EXPAND** THE **EXPRESS PROGRAM UNDER DEPARTMENT ENVIRONMENT AND NATURAL** 5 OF RESOURCES STATEWIDE; TO INCREASE THE CHARGE FOR APPELLATE DIVISION 6 7 REPORTS TO THE ACTUAL COST; TO INCREASE COURT COSTS IN CRIMINAL ACTIONS FOR THE BENEFIT OF THE SUPPLEMENTAL 8 9 PENSION BENEFITS FOR SHERIFFS; TO PERMANENTLY INCREASE THE EXCISE TAX ON CIGARETTES BY TWENTY-FIVE CENTS A PACK 10 BEGINNING JULY 1, 2005; TO PERMANENTLY INCREASE THE EXCISE 11 12 TAX RATE ON TOBACCO PRODUCTS OTHER THAN CIGARETTES AND CIGARS TO SIX PERCENT BEGINNING JULY 1, 2005; TO EQUALIZE THE 13 14 GROSS PREMIUMS TAX RATES BY SETTING THE RATE FOR HEALTH MAINTENANCE ORGANIZATIONS AT ONE AND NINE-TENTHS PERCENT 15 16 BEGINNING JANUARY 1, 2006; TO SET THE PRIVILEGE TAX ON ENTERTAINMENTS AND MOVIES AT SEVEN PERCENT; TO PROVIDE A 17 TAX CREDIT EQUAL TO FIFTEEN PERCENT OF QUALIFYING EXPENSES 18 FOR CERTAIN FILM PRODUCTIONS OCCURRING IN THIS STATE; TO 19 PROVIDE FOR A TAX CREDIT OF UP TO FOUR HUNDRED DOLLARS PER 20 21 FOR SMALL BUSINESSES WHO PROVIDE **EMPLOYEE** HEALTH 22 INSURANCE COVERAGE FOR THEIR EMPLOYEES: TO SET INSURANCE REGULATORY CHARGE AT FIVE AND FIVE-TENTHS 23 PERCENT; TO SET THE REGULATORY FEE FOR UTILITIES COMMISSION 24 TWELVE HUNDREDTHS PERCENT; TO SET THE NEWBORN 25 SCREENING FEE AT FOURTEEN DOLLARS; TO SET NUMEROUS FEES IN 26

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THE DEPARTMENT OF HEALTH AND HUMAN SERVICES, DIVISION OF 1 2 FACILITY SERVICES: TO INCREASE VARIOUS AGRICULTURAL FEES: TO 3 INCREASE THE CAP FOR CAMA PERMIT FEES TO EIGHT HUNDRED 4 DOLLARS; TO INCREASE GENERAL COURT OF JUSTICE FEES FOR 5 CRIMINAL CASES BY NINE DOLLARS AND FIFTY CENTS: TO INCREASE 6 GENERAL COURT OF JUSTICE FEES FOR CIVIL CASES BY TEN DOLLARS: 7 TO INCREASE THE MAXIMUM COURT FEE FOR THE ADMINISTRATION OF ESTATES AND TRUSTS TO SIX THOUSAND DOLLARS; TO INCREASE 8 9 THE FEE FOR EXPUNCTION TO ONE HUNDRED TWENTY-FIVE DOLLARS: 10 TO INCREASE THE FEES FOR ELECTRONIC MONITORING; TO INCREASE THE COURT COSTS FOR FAILURE TO WEAR A SEAT BELT TO 11 12 SEVENTY-FIVE DOLLARS: TO INCREASE BUTNER PROPERTY TAXES TO 13 A RATE OF TWENTY-FIVE CENTS PER ONE HUNDRED DOLLARS 14 VALUATION; TO SET FEES FOR THE POLICE INFORMATION NETWORK; 15 TO INCREASE VARIOUS DEPARTMENT OF TRANSPORTATION FEES; AND TO ALLOW THE INDUSTRIAL COMMISSION TO ESTABLISH FEES 16 17 BY RULE.

The General Assembly of North Carolina enacts:

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PARTS I THROUGH VII. RESERVED

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PART VIII. COMMUNITY COLLEGES

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Requested by: Representatives Jeffus, Tolson, Yongue

IMPLEMENT PROPRIETARY SCHOOLS LICENSING FEE INCREASE

SECTION 8.14. The State Board of Community Colleges may implement an increase in fees for licensing of proprietary schools in accordance with the following fee schedule adopted by the State Board of Community Colleges on November 18, 2004:

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31	Initial License Fee	\$2,500
32	License Renewal Fee	\$1,250 plus \$50.00 per program
33	Program Addition Fee	\$200.00
34	Single Course Addition Fee	\$200.00
35	Relocation/Site Visit Fee	\$400.00
36	Remote Site Initial Fee	\$1,000
37	Remote Site Renewal Fee	\$750.00
38	Site Assessment	\$200.00

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PARTS IX THROUGH XI. RESERVED

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PART XII. DEPARTMENT OF ENVIRONMENT AND NATURAL RESOURCES

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Requested by: Representatives Hunter, Warren

EXPAND EXPRESS REVIEW PROGRAM STATEWIDE

SECTION 12.2.(a) Part 1 of Article 7 of Chapter 143B of the General Statutes is amended by adding two new sections to read:

"§ 143B-279.13. Express permit and certification reviews.

- (a) The Department of Environment and Natural Resources shall develop an express review program to provide express permit and certification reviews in all of its regional offices. Participation in the express review program is voluntary, and the program is to become supported by the fees determined pursuant to subsection (b) of this section. The Department of Environment and Natural Resources shall determine the project applications to review under the express review program from those who request to participate in the program. The express review program may be applied to any one or all of the permits, approvals, or certifications in the following programs: the erosion and sedimentation control program, the coastal management program, and the water quality programs, including water quality certifications and stormwater management. The express review program shall focus on the following permits or certifications:
 - (1) Stormwater permits under Part 1 of Article 21 of Chapter 143 of the General Statutes.
 - (2) <u>Stream origination certifications under Article 21 of Chapter 143 of the General Statutes.</u>
 - (3) Water quality certification under Article 21 of Chapter 143 of the General Statutes.
 - (4) Erosion and sedimentation control permits under Article 4 of Chapter 113A of the General Statutes.
 - (5) Permits under the Coastal Area Management Act (CAMA), Part 4 of Article 7 of Chapter 113A of the General Statutes.
- The Department of Environment and Natural Resources may determine the (b) fees for express application review under the express review program. Notwithstanding G.S. 143-215.3D, the maximum permit application fee to be charged under subsection (a) of this section for the express review of a project application requiring all of the permits under subdivisions (1) through (5) of subsection (a) of this section shall not exceed five thousand five hundred dollars (\$5,500). Notwithstanding G.S. 143-215.3D, the maximum permit application fee to be charged for the express review of a project application requiring all of the permits under subdivisions (1) through (4) of subsection (a) of this section shall not exceed four thousand five hundred dollars (\$4,500). Notwithstanding G.S. 143-215.3D, the maximum permit application fee charged for the express review of a project application for any other combination of permits under subdivisions (1) through (5) of subsection (a) of this section shall not exceed four thousand dollars (\$4,000). Express review of a project application involving additional permits or certifications issued by the Department of Environment and Natural Resources other than those under subdivisions (1) through (5) of subsection (a) of this section may be allowed by the Department, and, notwithstanding G.S. 143-215.3D or any other statute or rule that sets a permit fee, the maximum permit application fee charged for the express review of a project application shall not exceed four thousand

- dollars (\$4,000), plus one hundred fifty percent (150%) of the fee that would otherwise apply by statute or rule for that particular permit or certification. Additional fees, not to exceed fifty percent (50%) of the original permit application fee under this section, may be charged for subsequent reviews due to the insufficiency of the permit applications. The Department of Environment and Natural Resources may establish the procedure by which the amount of the fees under this subsection is determined, and the fees and procedures are not rules under G.S. 150B-2(8a) for the express review program under this section.
 - (c) No later than March 1 of each year, the Department of Environment and Natural Resources shall report to the Fiscal Research Division and the Environmental Review Commission its findings on the success of the program under this section and any other findings or recommendations, including any legislative proposals that it deems pertinent.

"<u>§ 143B-279.14. Express Review Fund.</u>

The Express Review Fund is created as a special nonreverting fund. All fees collected under G.S. 143B-279.13 shall be credited to the Express Review Fund. The Express Review Fund shall be used for the costs of implementing the express review program under G.S. 143B-279.13 and the costs of administering the program, including the salaries and support of the program's staff. If the express review program is abolished, the funds in the Express Review Fund shall be credited to the General Fund."

SECTION 12.2.(b) The Department of Environment and Natural Resources shall expand to a statewide program that operates in each regional office of the Department the Express Review Pilot Program established by Section 11.4A of S.L. 2003-284 and expanded by Section 12.9 of S.L. 2004-124, and the provisions of G.S. 143B-279.13, as enacted by subsection (a) of this section, shall apply to this statewide program.

SECTION 12.2.(c) The Department of Environment and Natural Resources shall establish and support 12 additional positions to administer the statewide express review program under G.S. 143B-279.13, as enacted by subsection (a) of this section. Up to seven hundred thirty-six thousand six hundred twenty-nine dollars (\$736,629) for the 2005-2006 fiscal year and up to six hundred seventy-one thousand four hundred nine dollars (\$671,409) for the 2006-2007 fiscal year shall be allocated from the Express Review Fund created in G.S. 143B-279.14, as enacted by subsection (a) of this section, to establish and support these 12 positions.

SECTION 12.2.(d) The Department of Environment and Natural Resources shall continue and support the four positions established under Section 12.9(c) of S.L. 2004-124 to administer the statewide express review program under G.S. 143B-279.13, as enacted by subsection (a) of this section. Up to two hundred twenty-three thousand eight hundred three dollars (\$223,803) for the 2005-2006 fiscal year and up to two hundred twenty-three thousand eight hundred three dollars (\$223,803) for the 2006-2007 fiscal year shall be allocated from the Express Review Fund created in G.S. 143B-279.14, as enacted by subsection (a) of this section, to continue and support these four positions.

1	PART XIII. RESERVED
2 3	PART XIV. JUDICIAL DEPARTMENT
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5	Requested by: Representatives Kiser, Haire
6	INCREASE CHARGES FOR APPELLATE DIVISION REPORTS TO ACTUAL
7	COST
8	SECTION 14.7. The Judicial Department shall charge the full cost of
9	production for all copies of the appellate division reports that are sold.
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11	PARTS XV THROUGH XXVIII. RESERVED
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13	PART XXIX. SALARIES AND EMPLOYEE BENEFITS
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15	Requested by: Representatives Crawford, Clary, Earle, Nye, Owens, Sherrill
16	Michaux
17	INCREASE BENEFIT/SHERIFFS' SUPPLEMENTAL PENSION FUND
18	SECTION 29.30.(b) G.S. 7A-304(a)(3a) reads as rewritten:
19	"(3a) For the supplemental pension benefits of sheriffs, the sum of
20	seventy five cents (75ϕ) one dollar and twenty-five cents $(\$1.25)$ to be
21	remitted to the Department of Justice and administered under the
22	provisions of Article 12G of Chapter 143 of the General Statutes."
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24	PARTS XXX THROUGH XXXIII. RESERVED
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26	PART XXXIV. TOBACCO TAX RATE CHANGES
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28	Requested by: Representatives Alexander, Gibson, Luebke, Wainwright
29	TOBACCO TAX RATE CHANGES
30	SECTION 34.1.(a) G.S. 105-113.5 reads as rewritten:
31	"§ 105-113.5. Tax on cigarettes.
32	A tax is levied on the sale or possession for sale in this State, by a distributor, of all
33	cigarettes at the rate of two and one half mills one and one-half cents (1.50¢) per
34	individual cigarette."
35	SECTION 34.1.(b) G.S. 105-113.35(a) reads as rewritten:
36	"(a) Tax. – An excise tax is levied on tobacco products other than cigarettes at the
37	rate of two percent (2%) of the cost price of the products. as specified in this section. This toy does not apply to the following:
38	This tax does not apply to the following: (1) As tobacco product sold outside the State
39	(1) Aa tobacco product sold outside the State.
40	(2) AState, a tobacco product sold to the federal government.

(1) Two percent (2%) of the cost price of cigars.

Agovernment, or a sample tobacco product distributed without charge. The

rate of tax is as follows:

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1	(2) Six percent (6%) of the cost price of tobacco products other than
2	cigarettes and cigars."
3	SECTION 34.1.(c) This section becomes effective July 1, 2005.
5	PARTS XXXV THROUGH XXXVII. RESERVED
6 7	PART XXXVIII. CORPORATE, EXCISE, AND INSURANCE TAX CHANGES
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9	SECTION 38.1. Reserved.
10	SECTION 38.2. Reserved.
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12	Requested by: Representatives Alexander, Gibson, Luebke, Wainwright
13	EQUALIZE TAX ON ENTERTAINMENT
14	SECTION 38.3.(a) G.S. 105-37.1 reads as rewritten:
15	"§ 105-37.1. Dances, athletic events, shows, exhibitions, and other
16	entertainments. Privilege tax on entertainment.
17	(a) Scope. – A privilege tax is imposed on the gross receipts of a person who is
18	engaged in any of the following:
19	(1) Giving, offering, or managing a dance or an athletic contest for which
20	an admission fee in excess of fifty cents (50¢) is charged.
21	(2) Giving, offering, or managing a form of amusement or entertainment
22	that is not taxed by another provision of this Article and for which an
23	admission fee is charged.
24	(3) Exhibiting a performance, show, or exhibition, such as a circus or dog
25	show, that is not taxed by another provision of this Article.
26	(4) Operating a motion picture show for which an admission is charged.
27	(b) Rate and Payment. – The rate of the privilege tax is three percent (3%) of
28	combined general rate applies to the gross receipts from the activities described in
29	subsection (a) of this section. The tax is due when a return is due. A return is due by the
30	10th day after the end of each month and covers the gross receipts received during the
31	previous month. The term 'combined general rate' has the same meaning as defined in
32	G.S. 105-164.3.
33	(c) Advance Report. – A person who owns or controls a performance, show, or
34	exhibition subject to the tax imposed by this section and who plans to bring the
35	performance to this State from outside the State must file a statement with the Secretary
36	that lists the dates, times, and places of the performance, show, or exhibition. The
37	statement must be filed no less than five days before the first performance, show, or
38	exhibition in this State.
39	(d) Local Taxes. – Cities may levy a license tax on a person taxed under
40	subdivision (a)(1) or (a)(2) of this section; however, the tax may not exceed twenty-five
41	dollars (\$25.00). Cities may levy a license tax on a person taxed under subdivision
42	(a)(3) of this section; however, the tax may not exceed twenty-five dollars (\$25.00) for
43	each day or part of a day the performance, show, or exhibition is given at each location.

Counties may not levy a license tax on a person taxed under subdivision $\frac{(a)(1)}{(a)(2)(a)(1)}$, $\frac{(a)(2)}{(a)(2)}$, or $\frac{(a)(4)}{(a)(2)}$ of this section. Counties may levy a license tax on a person taxed under subdivision (a)(3) to the same extent as a city."

SECTION 38.3.(b) G.S. 105-38.1 is repealed.

SECTION 38.3.(c) Subdivisions (4a) and (4b) of G.S. 105-164.3 are recodified as subdivisions (4b) and (4c) respectively.

SECTION 38.3.(d) G.S. 105-164.3 is amended by adding a new subdivision to read:

"§ 105-164.3. Definitions.

The following definitions apply in this Article:

(4a) Combined general rate. – The State's general rate of tax set in G.S. 105-164.4(a) plus the sum of the rates of the local sales and use taxes authorized by Subchapter VIII of this Chapter for every county in this State."

SECTION 38.3.(e) This section does not affect the rights or liabilities of the State, a taxpayer, or another person arising under a statute amended or repealed by this act before the effective date of its amendment or repeal; nor does it affect the right to any refund or credit of a tax that accrued under the amended or repealed statute before the effective date of its amendment or repeal.

SECTION 38.3.(f) This section becomes effective September 1, 2005, and applies to tickets sold on or after that date.

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Requested by: Representatives Alexander, Gibson, Luebke, Wainwright

EQUALIZE GROSS PREMIUMS TAX

SECTION 38.4.(a) G.S. 105-228.5(d)(6) is repealed.

SECTION 38.4.(b) G.S. 58-6-25(a) reads as rewritten:

- "(a) Charge Levied. There is levied on each insurance company an annual charge for the purposes stated in subsection (d) of this section. The charge levied in this section is in addition to all other fees and taxes. The percentage rate of the charge is established pursuant to subsection (b) of this section. For each insurance company that is not a health maintenance organization, the rate section and is applied to the company's premium tax liability for the taxable year. For health maintenance organizations, the rate is applied to a premium tax liability for the taxable year calculated as if the corporation or organization were paying tax at the rate in G.S. 105-228.5(d)(2). In determining an insurance company's premium tax liability for a taxable year, the following shall be disregarded:
 - (1) Additional taxes imposed by G.S. 105-228.8.
 - (2) The additional local fire and lightning tax imposed by G.S. 105-228.5(d)(4).
 - (3) Any tax credits for guaranty or solvency fund assessments under G.S. 105-228.5A or G.S. 97-133(a).
 - (4) Any tax credits allowed under Chapter 105 of the General Statutes other than tax payments made by or on behalf of the taxpayer."

SECTION 38.4.(c) Notwithstanding the provisions of G.S. 105-228.5(f), the following provisions apply to health maintenance organizations for the 2006 and 2007 taxable years in lieu of the provisions of G.S. 105-228.5(f):

Health maintenance organizations that are subject to the tax imposed by G.S. 105-228.5 and have an estimated premium tax liability for the taxable year, not including the additional local fire and lightning tax, of ten thousand dollars (\$10,000) or more for business done in North Carolina shall remit three estimated tax payments: the first estimated payment is due on or before April 15 and must be equal to at least forty-five percent (45%) of the taxpayer's estimated premium tax liability for the taxable year; the second estimated payment is due on or before June 15 and must be equal to at least forty-five percent (45%) of the taxpayer's estimated premium tax liability for the taxable year; and the third payment is due on or before October 15 and must be equal to at least ten percent (10%) of the taxpayer's estimated premium tax liability for the taxable year. The taxpayer must remit the balance by the following March 15 in the same manner provided in G.S. 105-228.5(e) for annual returns.

An underpayment of an estimated payment required by this subsection bears interest at the rate established under G.S. 105-241.1(i). Any overpayment bears interest as provided in G.S. 105-266(b) and, together with the interest, must be credited to the taxpayer and applied against the taxes imposed upon the company under G.S. 105-228.5.

The penalties provided in Article 9 of Chapter 105 of the General Statutes apply to the estimated tax payments required by this subsection.

SECTION 38.4.(d) This section is effective for taxable years beginning on or after January 1, 2006.

2526 PART XXXIX. TAX INCENTIVES

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Requested by: Representatives Alexander, Gibson, Luebke, Wainwright

FILM INDUSTRY JOBS INCENTIVES

SECTION 39.1.(a) Part 1 of Article 4 of Chapter 105 of the General Statutes is amended by adding a new section to read:

"§ 105-130.47. Credit for qualifying expenses of a production company.

- (a) <u>Definitions. The following definitions apply in this section:</u>
 - (1) <u>Highly compensated individual.</u> An individual who receives compensation in excess of one million dollars (\$1,000,000) with respect to a single production.
 - Qualifying expenses. The sum of the total amount spent in this State for the following by a production company in connection with a production:
 - a. Goods and services purchased by the production company.
 - b. Compensation and wages paid by the production company, other than amounts paid to a highly compensated individual, on which the production company remitted withholding payments to the Department of Revenue under Article 4A of this Chapter.

- (3) Production company. Defined in G.S. 105-164.3.
- (b) Credit. A taxpayer that is a production company and has qualifying expenses of at least two hundred fifty thousand dollars (\$250,000) with respect to a production is allowed a credit against the taxes imposed by this Part equal to fifteen percent (15%) of the production company's qualifying expenses that have been certified as required in subsection (c) of this section. For the purposes of this section, in the case of an episodic television series, an entire season of episodes is one production. The credit is computed based on all of the taxpayer's qualifying expenses incurred with respect to the production, not just the qualifying expenses incurred during the taxable year.
- (c) <u>Certification. In order to be eligible for a credit under this section, a taxpayer must submit a detailed accounting of its qualifying expenses to the North Carolina Film Office of the Department of Commerce. The North Carolina Film Office, with the assistance of the regional film commission for the location of the production, must make a written certification of the amount of the qualifying expenses.</u>
- (d) Pass-Through Entity. Notwithstanding the provisions of G.S. 105-131.8 and G.S. 105-269.15, a pass-through entity that qualifies for the credit provided in this section does not distribute the credit among any of its owners. The pass-through entity is considered the taxpayer for purposes of claiming the credit allowed by this section. If a return filed by a pass-through entity indicates that the entity is paying tax on behalf of the owners of the entity, the credit allowed under this section does not affect the entity's payment of tax on behalf of its owners.
- (e) Return. A taxpayer may claim the credit allowed by this section on a return filed for the taxable year in which the production activities are completed. The return must state the name of the production, a description of the production, and the certification from the North Carolina Film Office of the qualifying expenses for which the credit is claimed.
- <u>of tax imposed by this Part for the taxable year reduced by the sum of all credits allowable, the Secretary must refund the excess to the taxpayer. The refundable excess is governed by the provisions governing a refund of an overpayment by the taxpayer of the tax imposed in this Part. In computing the amount of tax against which multiple credits are allowed, nonrefundable credits are subtracted before refundable credits.</u>
- (g) <u>Limitation. No credit is allowed under this section for any production that satisfies one of the following conditions:</u>
 - (1) It is political advertising.
 - (2) It is a television production of a news program or sporting event.
 - (3) It contains material that is obscene, as defined in G.S. 14-190.1.
- (h) Substantiation. A taxpayer allowed a credit under this section must maintain and make available for inspection any information or records required by the Secretary of Revenue or the regional film commissions. The taxpayer has the burden of proving eligibility for a credit and the amount of the credit.

- (i) Report. The Department of Revenue must publish by May 1 of each year the following information, itemized by taxpayer for the 12-month period ending the preceding April 1:
 - (1) The location of sites used in a production for which a credit was claimed.
 - (2) The qualifying expenses for which a credit was claimed, classified by whether the expenses were for goods, services, or compensation paid by the production company.
 - (3) The number of people employed in the State with respect to credits claimed.
 - (4) The total cost to the General Fund of the credits claimed.
 - (j) Sunset. This section is repealed for qualifying expenses occurring on or after January 1, 2010."

SECTION 39.1.(b) Part 2 of Article 4 of Chapter 105 of the General Statutes is amended by adding a new section to read:

"§ 105-151.29. Credit for qualifying expenses of a production company.

- (a) <u>Definitions.</u> The following definitions apply in this section:
 - (1) <u>Highly compensated individual.</u> An individual who receives compensation in excess of one million dollars (\$1,000,000) with respect to a single production.
 - Qualifying expenses. The sum of the total amount spent in this State for the following by a production company in connection with a production:
 - <u>a.</u> Goods and services purchased by the production company.
 - b. Compensation and wages paid by the production company, other than amounts paid to a highly compensated individual, on which the production company remitted withholding payments to the Department of Revenue under Article 4A of this Chapter.
 - (3) Production company. Defined in G.S. 105-164.3.
- (b) Credit. A taxpayer that is a production company and has qualifying expenses of at least two hundred fifty thousand dollars (\$250,000) with respect to a production is allowed a credit against the taxes imposed by this Part equal to fifteen percent (15%) of the production company's qualifying expenses that have been certified as required in subsection (c) of this section. For the purposes of this section, in the case of an episodic television series, an entire season of episodes is one production. The credit is computed based on all of the taxpayer's qualifying expenses incurred with respect to the production, not just the qualifying expenses incurred during the taxable year.
- (c) <u>Certification.</u> In order to be eligible for a credit under this section, a taxpayer must submit a detailed accounting of its qualifying expenses to the North Carolina Film Office of the Department of Commerce. The North Carolina Film Office, with the assistance of the regional film commission for the location of the production, must make a written certification of the amount of the qualifying expenses.

- (d) Pass-Through Entity. Notwithstanding the provisions of G.S. 105-131.8 and G.S. 105-269.15, a pass-through entity that qualifies for the credit provided in this section does not distribute the credit among any of its owners. The pass-through entity is considered the taxpayer for purposes of claiming the credit allowed by this section. If a return filed by a pass-through entity indicates that the entity is paying tax on behalf of the owners of the entity, the credit allowed under this section does not affect the entity's payment of tax on behalf of its owners.
- (e) Return. A taxpayer may claim the credit allowed by this section on a return filed for the taxable year in which the production activities are completed. The return must state the name of the production, a description of the production, and the certification from the North Carolina Film Office of the qualifying expenses for which the credit is claimed.
- (f) Credit Refundable. If the credit allowed by this section exceeds the amount of tax imposed by this Part for the taxable year reduced by the sum of all credits allowable, the Secretary must refund the excess to the taxpayer. The refundable excess is governed by the provisions governing a refund of an overpayment by the taxpayer of the tax imposed in this Part. In computing the amount of tax against which multiple credits are allowed, nonrefundable credits are subtracted before refundable credits.
- (g) <u>Limitation. No credit is allowed under this section for any production that</u> satisfies one of the following conditions:
 - (1) It is political advertising.
 - (2) It is a television production of a news program or sporting event.
 - (3) It contains material that is obscene, as defined in G.S. 14-190.1.
- (h) Substantiation. A taxpayer allowed a credit under this section must maintain and make available for inspection any information or records required by the Secretary of Revenue or the regional film commissions. The taxpayer has the burden of proving eligibility for a credit and the amount of the credit.
- (i) Report. The Department of Revenue must publish by May 1 of each year the following information, itemized by taxpayer for the 12-month period ending the preceding April 1:
 - (1) The location of sites used in a production for which a credit was claimed.
 - (2) The qualifying expenses for which a credit was claimed, classified by whether the expenses were for goods, services, or compensation paid by the production company.
 - (3) The number of people employed in the State with respect to credits claimed.
 - (4) The total cost to the General Fund of the credits claimed.
- (j) Sunset. This section is repealed for qualifying expenses occurring on or after January 1, 2010."
- **SECTION 39.1.(c)** G.S. 105-259(b), as amended by Section 30.1 of this act, is amended by adding a new subdivision to read:
- "(b) Disclosure Prohibited. An officer, an employee, or an agent of the State who has access to tax information in the course of service to or employment by the State

may not disclose the information to any other person unless the disclosure is made for one of the following purposes:

(33) To exchange information concerning a tax credit claimed under G.S. 105-130.47 or G.S. 105-151.29 with the North Carolina Film Office of the Department of Commerce and with the regional film commissions."

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SECTION 39.1.(d) G.S. 143B-434.4 is repealed.

SECTION 39.1.(e) This section is effective for taxable years beginning on or after January 1, 2005.

 Requested by: Representatives Alexander, Gibson, Luebke, Wainwright

SMALL BUSINESS HEALTH INSURANCE TAX CREDIT

SECTION 39.2.(a) Article 3B of Chapter 105 of the General Statutes is amended by adding a new section to read:

"§ 105-129.16E. Credit for small business employee health benefits.

(a) Credit. – A small business that provides health benefits for all of its eligible employees during the taxable year is allowed a credit to offset its costs in providing health benefits for its eligible employees. For the purposes of this subsection, a taxpayer provides health benefits if it pays at least fifty percent (50%) of the premiums for health care coverage that equals or exceeds the minimum provisions of the basic health care plan of coverage recommended by the Small Employer Carrier Committee pursuant to G.S. 58-50-125.

The credit is equal to a dollar amount per eligible employee, not to exceed the taxpayer's costs of providing health benefits for its eligible employees during the taxable year. For each eligible employee for whom the taxpayer provides health benefits, the amount is four hundred dollars (\$400.00).

- (b) Allocation. If the taxpayer is an individual who is a nonresident or a part-year resident, the taxpayer must reduce the amount of the credit by multiplying it by the fraction calculated under G.S. 105-134.5(b) or (c), as appropriate. If the taxpayer is not an individual and is required to apportion its multistate business income to this State, the taxpayer must reduce the amount of the credit by multiplying it by the apportionment fraction used to apportion its business income to this State.
 - (c) Definitions. The following definitions apply in this section:
 - (1) Eligible employee. Defined in G.S. 58-50-110.
 - (2) Small business. A taxpayer that employs no more than 25 eligible employees throughout the taxable year.
- (d) No Double Benefit. A taxpayer may not claim a credit under this section for costs for which it claimed a deduction under the Code. A taxpayer that claims a credit provided under this section must adjust taxable income as provided in G.S. 105-130.5(a)(16) or G.S. 105-134.6(c)(9), as applicable.
- (e) Sunset. This section expires for taxable years beginning on or after January 1, 2010."
 - **SECTION 39.2.(b)** G.S. 105-129.15A is repealed.

1	SECTION 39.2.(c) G.S. 105-129.16 is repealed.
2	SECTION 39.2.(d) G.S. 105-129.16A is amended by adding a new
3	subsection to read:
4	"(e) Sunset. – This section is repealed for renewable energy property placed in
5	service on or after January 1, 2006."
6	SECTION 39.2.(e) G.S. 105-129.16C is amended by adding a new
7	subsection to read:
8	"(d) Sunset. – This section is repealed for taxable years beginning on or after
9	<u>January 1, 2006.</u> "
10	SECTION 39.2.(f) G.S. 105-130.5(a) is amended by adding a new
11	subdivision to read:
12	"(a) The following additions to federal taxable income shall be made in
13	determining State net income:
14	•••
15	(16) To the extent not included in federal taxable income, the costs of
16	providing employee health benefits for which the taxpayer claims a
17	<u>credit under G.S. 105-129.16E.</u> "
18	SECTION 39.2.(g) G.S. 105-134.6(c) is amended by adding a new
19	subdivision to read:
20	"(c) Additions The following additions to taxable income shall be made in
21	calculating North Carolina taxable income, to the extent each item is not included in
22	taxable income:
23	•••
24	(9) The costs of providing employee health benefits for which the
25	taxpayer claims a credit under G.S. 105-129.16E."
26	SECTION 39.2.(h) Subsections (a), (f), and (g) of this section are effective
27	for taxable years beginning on or after January 1, 2006. The remainder of this section is
28	effective when it becomes law.
29	
30	PART XL. SET RATES FOR INSURANCE REGULATORY CHARGE AND
31	PUBLIC UTILITIES FEES
32	
33	Requested by: Representatives Alexander, Gibson, Luebke, Wainwright
34	INSURANCE REGULATORY CHARGE
35	SECTION 40.1.(a) The percentage rate to be used in calculating the
36	insurance regulatory charge under G.S. 58-6-25 is five and one-half percent (5.5%) for
37	the 2005 calendar year.
38	SECTION 40.1.(b) This section is effective when it becomes law.
39	
40	Requested by: Representatives Alexander, Gibson, Luebke, Wainwright
41	REGULATORY FEE FOR UTILITIES COMMISSION
42	SECTION 40.2.(a) The percentage rate to be used in calculating the public
43	utility regulatory fee under G.S. 62-302(b)(2) is twelve-hundredths of one percent

(0.12%) for each public utility's North Carolina jurisdictional revenues earned during each quarter that begins on or after July 1, 2005.

SECTION 40.2.(b) The electric membership corporation regulatory fee imposed under G.S. 62-302(b1) for the 2005-2006 fiscal year is two hundred thousand dollars (\$200,000).

SECTION 40.2.(c) This section becomes effective July 1, 2005.

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PART XLI. HEALTH AND HUMAN SERVICES FEES

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Requested by: Representatives Barnhart, Insko **NEWBORN SCREENING FEE**

SECTION 41.1. G.S. 130A-125(c) reads as rewritten:

"(c) The Department may impose a fee for a laboratory test performed pursuant to this section by the State Public Health Laboratory. A fee for a test must be based on the actual cost of performing the test. A fee of fourteen dollars (\$14.00) applies to a laboratory test performed by the State Public Health Laboratory performed pursuant to this section. Fees collected shall remain in the Department to be used to offset the cost of the Newborn Screening Program."

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43 44 Requested by: Representatives Insko, Barnhart

DIVISION OF FACILITY SERVICES FEES

SECTION 41.2.(a) G.S. 131D-2(b)(1) reads as rewritten:

- "(b) Licensure; inspections.
 - The Department of Health and Human Services shall inspect and (1) license, under rules adopted by the Medical Care Commission, all adult care homes for persons who are aged or mentally or physically disabled except those exempt in subsection (c) of this section. Licenses issued under the authority of this section shall be valid for one year from the date of issuance unless revoked earlier by the Secretary for failure to comply with any part of this section or any rules adopted hereunder. Licenses shall be renewed annually upon filing and the Department's approval of the renewal application. The Department shall charge each adult care home with six or fewer beds a nonrefundable annual license fee in the amount of one hundred twenty-five dollars (\$125.00). two hundred fifty dollars (\$250.00). The Department shall charge each adult care home with more than six beds a nonrefundable annual license fee in the amount of one hundred seventy five dollars (\$175.00) three hundred fifty dollars (\$350.00) plus a nonrefundable annual per-bed fee of six dollars and twenty-five cents (\$6.25).twelve dollars and fifty cents (\$12.50). A license shall not be renewed if outstanding fees, fines, and penalties imposed by the State against the home have not been paid. Fines and penalties for which an appeal is pending are exempt from consideration. The renewal application shall contain all necessary and reasonable

information that the Department may by rule require. Except as 1 2 otherwise provided in this subdivision, the Department may amend a 3 license by reducing it from a full license to a provisional license for a period of not more than 90 days whenever the Department finds that: 4 5 The licensee has substantially failed to comply with the 6 provisions of Articles 1 and 3 of Chapter 131D of the General 7 Statutes and the rules adopted pursuant to these Articles; 8 There is a reasonable probability that the licensee can remedy b. 9 the licensure deficiencies within a reasonable length of time; 10 and There is a reasonable probability that the licensee will be able 11 c. 12 thereafter to remain in compliance with the licensure rules for 13 the foreseeable future. 14 The Department may extend a provisional license for not more than 15 one additional 90-day period upon finding that the licensee has made 16 substantial progress toward remedying the licensure deficiencies that 17 caused the license to be reduced to provisional status. 18 The Department may revoke a license whenever: The Department finds that: 19 a. 20 1. The licensee has substantially failed to comply with the 21 provisions of Articles 1 and 3 of Chapter 131D of the 22 General Statutes and the rules adopted pursuant to these 23 Articles: and 2. 24 It is not reasonably probable that the licensee can remedy 25 the licensure deficiencies within a reasonable length of 26 time: or 27 b. The Department finds that: 28 1. The licensee has substantially failed to comply with the 29 provisions of Articles 1 and 3 of Chapter 131D of the 30 General Statutes and the rules adopted pursuant to these Articles: and 31 32 2. Although the licensee may be able to remedy the deficiencies within a reasonable time, it is not reasonably 33 probable that the licensee will be able to remain in 34 35 compliance with licensure rules for the foreseeable future; or 36 37 The Department finds that the licensee has failed to comply c. with the provisions of Articles 1 and 3 of Chapter 131D of the 38 39 General Statutes and the rules adopted pursuant to these Articles, and the failure to comply endangered the health, 40 safety, or welfare of the patients in the facility. 41 42 The Department may also issue a provisional license to a facility, pursuant to rules

adopted by the Medical Care Commission, for substantial failure to comply with the

provisions of this section or rules adopted pursuant to this section. Any facility wishing

to contest the issuance of a provisional license shall be entitled to an administrative hearing as provided in the Administrative Procedure Act, Chapter 150B of the General Statutes. A petition for a contested case shall be filed within 30 days after the Department mails written notice of the issuance of the provisional license."

SECTION 41.2.(b) G.S. 131E-77(d) reads as rewritten:

"(d) Upon receipt of an application for a license, the Department shall issue a license if it finds that the applicant complies with the provisions of this Article and the rules of the Commission. The Department shall renew each license in accordance with the rules of the Commission. The Department shall charge the applicant a nonrefundable annual base license fee plus a nonrefundable annual per-bed fee as follows:

12	Facility Type	Number of Beds	Base Fee	Per-Bed Fee
13	General Acute Hospitals:	1-49 beds	\$ 125.00 250.00	\$ 6.25 12.50
14				
15		50-99 beds	\$ 175.00 350.00	\$ 6.25 12.50
16				
17		100-199 beds	\$ 225.00 450.00	\$ 6.25 12.50
18		200 200 1 1	***	4.0710 7 0
19		200-399 beds	\$ 275.00 550.00	\$ 6.25 12.50
20		400 600 1 1	Ф 27 5 00 7 50 00	Φ. 2512.50
21		400-699 beds	\$ 375.00 750.00	\$ 6.25 12.50
22		700 . 1 . 1	Φ4 7 5 00050 00	Φ. 2512.50
23		700+ beds	\$ 475.00 950.00	\$ 6.25 12.50
24			Φ250 00500 00	Φ.C. 25.12. 50"
25	Other Hospitals:		\$ 250.00 500.00	\$ 6.25 12.50"

SECTION 41.2(c) G.S. 131E-102(b) reads as rewritten:

"(b) Applications shall be available from the Department, and each application filed with the Department shall contain all necessary and reasonable information that the Department may by rule require. A license shall be granted to the applicant upon a determination by the Department that the applicant has complied with the provisions of this Part and the rules promulgated under this Part. The Department shall charge the applicant a nonrefundable annual license fee in the amount of two hundred twenty five dollars (\$225.00) four hundred fifty dollars (\$450.00) plus a nonrefundable annual per-bed fee of six dollars and twenty-five cents (\$6.25).twelve dollars and fifty cents (\$12.50)."

SECTION 41.2(d) G.S. 131E-138(c) reads as rewritten:

"(c) An application for a license shall be available from the Department, and each application filed with the Department shall contain all information requested by the Department. A license shall be granted to the applicant upon a determination by the Department that the applicant has complied with the provisions of this Part and the rules promulgated by the Commission under this Part. The Department shall charge the applicant a nonrefundable annual license fee in the amount of one hundred seventy five dollars (\$175.00).three hundred fifty dollars (\$350.00)."

SECTION 41.2(e) G.S. 131E-147(b) reads as rewritten:

"(b) Applications shall be available from the Department, and each application filed with the Department shall contain all necessary and reasonable information that the Department may by rule require. A license shall be granted to the applicant upon a determination by the Department that the applicant has complied with the provisions of this Part and the rules promulgated by the Commission under this Part. The Department shall charge the applicant a nonrefundable annual base license fee in the amount of three hundred fifty dollars (\$350.00) seven hundred dollars (\$700.00) plus a nonrefundable annual per-operating room fee in the amount of twenty five dollars (\$25.00).fifty dollars (\$50.00)."

SECTION 41.2(**f**) G.S. 131E-167(a) reads as rewritten:

"(a) Applications for certification shall be available from the Department, and each application filed with the Department shall contain all necessary and reasonable information that the Department may by rule require. A certificate shall be granted to the applicant for a period not to exceed one year upon a determination by the Department that the applicant has substantially complied with the provisions of this Article and the rules promulgated by the Department under this Article. The Department shall charge the applicant a nonrefundable annual certification fee in the amount of one hundred twenty five dollars (\$125.00).two hundred fifty dollars (\$250.00)."

SECTION 41.2(g) G.S. 131E-269 reads as rewritten:

"§ 131E-269. Authorization to charge fee for certification of facilities suitable to perform abortions.

The Department of Health and Human Services shall charge each hospital or clinic certified by the Department as a facility suitable for the performance of abortions, as authorized under G.S. 14-45.1, a nonrefundable annual certification fee in the amount of three hundred fifty dollars (\$350.00).seven hundred dollars (\$700.00)."

SECTION 41.2(h) G.S. 122C-23(h) reads as rewritten:

"(h) The Department shall charge facilities licensed under this Chapter that have licensed beds a nonrefundable annual base license fee plus a nonrefundable annual per-bed fee as follows:

Type of Facility	Number of Beds	Base Fee	Per-Bed Fee
Facilities (non-ICF/MR):	6 or fewer beds	\$ 125.00 250.00	\$0
	More than 6 beds	\$ 175.00 350.00	\$ 6.25 12.50
ICF/MR Only:	6 or fewer beds	\$ 325.00 650.00	\$0
•	More than 6 beds	\$ 325.00 650.00	\$ 6.25 12.50"

SECTION 41.2(i) G.S. 131E-138.1 reads as rewritten:

"§ 131E-138.1. Licensure fees for nursing beds and adult care home beds in continuing care retirement communities.

The Department shall charge continuing care retirement communities licensed under Article 64 of Chapter 58 of the General Statutes that have nursing home beds or adult care home beds licensed by the Department a nonrefundable annual base license fee in the amount of two hundred twenty-five dollars (\$225.00) four hundred fifty dollars (\$450.00) plus a nonrefundable annual per-bed fee in the amount of six dollars and twenty-five cents (\$6.25). twelve dollars and fifty cents (\$12.50)."

SECTION 41.2(j) G.S. 131E-267 reads as rewritten:

"§ 131E-267. Fees for departmental review of health care facility construction projects.

The Department of Health and Human Services shall charge a fee for the review of each health care facility construction project to ensure that project plans and construction are in compliance with State law. The fee shall be charged on a one-time, per-project basis, as follows, and shall not exceed twelve thousand five hundred dollars (\$12,500) for any single project:

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9	Institutional Project	Project Fee
10	Hospitals	\$150.00 plus \$0.10/square foot of project space
11		\$300.00 plus \$0.20/square foot of project space
12	Nursing Homes	\$125.00 plus \$0.08/square foot of project space
13		\$250.00 plus \$0.16/square foot of project space
14	Ambulatory Surgical Facility	\$100.00 plus \$0.08/square foot of project space
15		\$200.00 plus \$0.16/square foot of project space
16	Psychiatric Hospital	\$100.00 plus \$0.08/square foot of project space
17		\$200.00 plus \$0.16/square foot of project space
18	Adult Care Home more than 7 beds	\$87.00 plus \$0.05/square foot of project space
19	7 or more beds	\$175.00 plus \$0.10/square foot of project space
20		
21	Residential Project	Project Fee
22	Family Care Homes	\$ 87.00 175.00 flat fee
23	ICF/MR Group Homes	\$ 137.00 275.00 flat fee
24	Group Homes: 1-3 beds	\$50.00 100.00 flat fee
25	Group Homes: 4-6 beds	\$87.00 <u>175.00</u> flat fee
26	Group Homes: 7-9 beds	\$ 112.00 225.00 flat fee

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PART XLII. NATURAL AND ECONOMIC RESOURCES FEES

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Requested by: Representatives Hunter, Warren

INCREASE VARIOUS AGRICULTURAL FEES

SECTION 42.1.(a) G.S. 106-284.34(c) reads as rewritten:

"(c) No person shall distribute in this State a commercial feed, except a customer-formula feed, which has not been registered pursuant to the provisions of this section. The application for registration shall be submitted in the manner prescribed by the Commissioner. Upon approval by the Commissioner or his duly designated agent the registration shall be issued to the applicant. All registrations expire on the thirty-first day of December of each year. An annual registration fee of three dollars (\$3.00) up to five dollars (\$5.00) for each commercial feed other than canned pet food shall accompany each request for registration. An annual registration fee of ten dollars

Other residential: More than 9 beds \$\frac{112.00}{225.00} plus \$\frac{9.038}{0.075} \text{square foot of}\$

project space."

SECTION 41.2.(k) This section becomes effective October 1, 2005.

Test/Service

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Fee

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\$ 5.00.

(\$10.00) up to twelve dollars (\$12.00) for each canned pet food shall accompany each request for registration."

SECTION 42.1.(b) G.S. 106-284.40(b)(4) reads as rewritten:

"(4) In the case of a commercial feed other than canned pet food which is distributed in the State only in packages of five pounds or less, an annual registration fee of thirty dollars (\$30.00) up to forty dollars (\$40.00) shall be paid in lieu of the inspection fee specified above."

SECTION 42.1.(c) G.S. 106-277.28(3) reads as rewritten:

"(3) Each seed dealer or grower who has seed, whether originated or labeled by the dealer or grower, that is offered for sale in this State shall report the quantity of seed offered for sale and pay an inspection fee of two cents (2¢) up to four cents (4¢) for each container of seeds weighing 10 pounds or more. Seed shall be subject to the inspection fee and reporting requirements only once in any 12-month period. This fee does not apply to seed grown by a farmer and offered for sale by the farmer at the farm where the seed was grown."

SECTION 42.1.(d) The Board of Agriculture shall charge no more than the following fees for agronomic services:

20	(1)	Routine nematode samples	\$ 3.00
21	(2)	Routine waste samples	\$ 5.00
22	(3)	Research soil and nematode samples	\$12.00
23	(4)	Research plant, waste, and solution samples	\$12.00
24	(5)	Nonresident nematode samples	\$14.00
25	(6)	Nonresident plant, waste, and solution samples	\$26.00
26	(7)	Special services for plant, waste, and solution samples	3:
27		a. Heavy metals-soils	\$25.00
28		b. Nitrates-soils	\$ 5.00
29		c. Waste-heavy metals	\$10.00
30		d. Waste-N breakout	\$10.00
31		e. Waste-liming equivalent	\$10.00
32		f. Plant-chloride	\$ 5.00

SECTION 42.1.(e) The Board of Agriculture shall charge no more than the following fees for animal disease diagnostic tests and services:

37	Test/Sei	vice		Fee
38	(1) H	Iistopath	\$3	80.00
39	(2) F	rofessional services-EIA	\$	6.00
40	(3) F	rofessional services-blood pour-off fees	\$	1.00
41	(4) V	acuum tube handling fee	\$	0.04.

SECTION 42.1.(f) G.S. 81A-52 reads as rewritten:

Plant-molybdenum

Plant-petiole nitrates

"§ 81A-52. License.

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All public weighmasters shall be licensed. Any person not less than 18 years of age who wishes to be a public weighmaster shall apply to the Department on a form provided by the Department. The Board may adopt rules for determining the qualifications of the applicant for a license. Public weighmasters shall be licensed for a period of one year beginning the first day of July and ending on the thirtieth day of June, and a fee of twelve dollars (\$12.00) up to nineteen dollars (\$19.00) shall be paid for each person licensed at the time of the filing of the application."

SECTION 42.1.(g) G.S. 81A-72 reads as rewritten:

"§ 81A-72. Registration; certificate of registration; annual renewal.

The Commissioner or his authorized agent shall register any person who has complied with the requirements of this Article by making a record of receipt of application, and the issuing of a certificate or card of registration to applicant, whereupon the applicant becomes a registered scale technician and shall be known thereafter as such. Such registration shall be in effect from date of registration until July 1 next and shall be renewed on the first day of July of each year thereafter. A fee of up to twenty dollars (\$20.00) shall accompany each application for registration and each annual registration renewal."

SECTION 42.1.(h) G.S. 81A-11 is repealed.

SECTION 42.1.(i) Chapter 81A of the General Statutes is amended by adding the following new section to read:

"§ 81A-12. Fee schedule.

The following maximum fees apply to all weights that are tested and certified to meet tolerances less stringent than the American Society for Testing and Materials (ASTM) Standard E617 Class 4. This includes the National Institutes of Standards and Technology (NIST) Class F tolerance. If the weight error exceeds three-fourths of the applicable tolerance, adjustment may be required at an additional fee equal to the normal fee. No extra fee shall be charged for the normal adjustment of a weight cart. Even if weights are rejected or condemned, fees shall be assessed for the test performed.

29	Customary	Fee/Unit	<u>Metric</u>	Maximum Fee/Unit
30	<u>0-10 lb</u>	<u>\$ 5.00</u>	<u>0-5 kg</u>	<u>\$ 5.00</u>
31	<u>11-100 lb</u>	<u>\$ 10.00</u>	<u>6-50 kg</u>	<u>\$</u> <u>10.00</u>
32	<u>101-1000 lb</u>	<u>\$</u> 20.00	<u>51-500 kg</u>	<u>\$</u> 20.00
33	<u>1001-2500 lb</u>	<u>\$ 30.00</u>	<u>501-1000 kg</u>	<u>\$</u> 30.00
34	<u>2501-6000 lb</u>	<u>\$ 50.00</u>	1001-2500 kg	<u>\$ 50.00</u>
35	Weight Carts	\$125.00		
36	up to 6000 1b	(includes ad	justment)	

The following maximum fees apply to all weights that are tested and certified (b) to meet ASTM Standard E617 Class 4 or the International Organization of Legal Metrology (IOLM) R111 Class F2 tolerances. If the weight error exceeds three-fourths of the applicable tolerance, adjustment may be required at an additional fee equal to the

normal fee. Even if weights are rejected or condemned, fees shall be assessed for the 41

42 test performed.

43	<u>Customary</u>	<u>Fee/Unit</u>	<u>Metric</u>	<u>Maximum Fee/Unit</u>
44	<u>0-10 lb</u>	<u>\$ 10.00</u>	<u>0-5 kg</u>	<u>\$ 10.00</u>

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Session 2005

1	<u>11-100 lb</u>	<u>\$</u> 20.00	<u>6-50 kg</u>	<u>\$</u> 20.00
2	<u>101-1000 lb</u>	<u>\$</u> 40.00	<u>51-500 kg</u>	<u>\$ 40.00</u>
3	1001-2500 lb	<u>\$ 60.00</u>	<u>501-1000 kg</u>	<u>\$ 60.00</u>
4	2501-6000 lb	<u>\$100.00</u>	<u>1001-2500 kg</u>	<u>\$100.00</u>
5	(c) The follow	ving maximum	fees apply to all weights	that are calib

The following maximum fees apply to all weights that are calibrated. (c) Calibration means determining actual mass and conventional mass values with an assigned uncertainty specific to the test. If necessary and considered feasible by the metrologist, adjustments to ASTM Class 1, 2, or 3 tolerances or IOLM Class E2, F1, or F2 tolerances may be made for an additional fee of two times the normal fee. Adjustments to weights of this group shall require a minimum of 10 days for weights to return to environmental equilibrium before a final calibration value can be assigned. Even if weights are rejected or condemned, fees shall be assessed for the test performed.

13	<u>Customary</u>	Fee/Unit	<u>Metric</u>	Maximum Fee/Unit
14	<u>0-20 lb</u>	<u>\$</u> 20.00	0-10 kg	<u>\$ 20.00</u>
15	<u>21-50 lb</u>	<u>\$</u> 40.00	<u>11-30 kg</u>	<u>\$ 40.00</u>
16	<u>51-1000 lb</u>	<u>\$</u> 70.00	<u>31-500 kg</u>	<u>\$</u> 70.00
17	<u>1001-2500 lb</u>	<u>\$130.00</u>	<u>501-1000 kg</u>	<u>\$130.00</u>
18	2501-6000 lb	<u>\$200.00</u>	<u>1001-2500 kg</u>	<u>\$200.00</u>

The following maximum fees apply to all weights that are calibrated using (d) NIST weighing designs. These weights are tested in groups (typically either a 1, 2, 3, 5) series or a 1, 2, 2, 5 series) and are subject to the minimum per series fee shown. The best uncertainty possible from the North Carolina Standards Laboratory shall be assigned to the mass values of the weights. If necessary and considered feasible by the metrologist, adjustments to ASTM Class 0, 1, 2, or 3 tolerances or IOLM Class E1, E2, F1, or F2 tolerances may be made for an additional fee of two times the normal fee. Adjustments to weights of this group shall require a minimum of 10 days for weights to return to environmental equilibrium before a final calibration value can be assigned.

Weight Range Maximum Fee/Unit or Series 28 29 0-1 kg\$30.00 each, with a minimum charge of \$90 (3 weights) per series 30 2-30 kg \$50.00 each, with a minimum charge of \$150 (3 weights) per series 0-2 lb \$30.00 each, with a minimum charge of \$90 (3 weights) per series 31 \$50.00 each, with a minimum charge of \$150 (3 weights) per series 32 3-50 lb

The following maximum fees apply to volumetric standard calibration. (e)

Provers or Test Measures Tested By The Volume Transfer Method

35	Customary	Fee/Test Point	<u>Metric</u>	Fee/Test Point
36	<u>0-5 gal</u>	<u>Up to \$30.00</u>	<u>0-20 liters</u>	<u>Up to \$30.00</u>
37	Over 5 gal	Add up to \$0.40 per each	Over 20 liters	Add up to \$0.10 per each
38		additional gallon		additional liter

Volumetric Flasks, Graduates, Provers, Slicker Plate Standards, or Test Measures 39

40		Tested By the Gravin	netric Calibration Method	
41	<u>Customary</u>	Fee/Test Point	<u>Metric</u>	Fee/Test Point
42	0-100 gal set-up fo	ee Up to \$50.00	0-500 liters set-up fee	<u>Up to \$50.00</u>
43	Calibration Fee	Add up to \$2.00	Calibration Fee	Add up to \$0.50
44		per gallon		<u>per liter</u>

1	<u>Small Volume F</u>	<u> Provers (SVPs) Teste</u>	d By The Gravimetric Calib	oration Method
2	Customary	Fee/Test Point	<u>Metric</u>	Fee/Test Point
3	0-100 gal set-up t	fee <u>Up to \$ 100.00</u>	0-500 liters set-up fee	<u>Up to \$100.00</u>
4	Calibration Fee	Add up to \$2.00	Calibration Fee	Add up to \$0.50
5		per gallon		<u>per liter</u>
6	<u>(f)</u> The follow	ving maximum fees a	apply to tape measures and r	<u>igid rules.</u>
7	Set-Up Fee		<u>Up to \$ 40.00</u>) per instrument
8	Calibration Fee		<u>Up to \$10.00 c</u>	alibration interval
9	(g) The follo	wing maximum fe	es apply to liquid-in-gla	ss and electronic
10	thermometers.			
11	Set-Up Fee		Up to \$4	0.00/instrument
12	Calibration Fee		-	/calibration point
12 13		nometry Coefficient	-	/calibration point
	Resistance Thern Calculation ar	nd Report	<u>Up to \$20.00</u> <u>Up to \$1</u>	00.00/ instrument
13	Resistance Thern Calculation ar	nd Report	<u>Up to \$20.00</u>	00.00/ instrument
13 14	Resistance Therm Calculation as (h) Any species	nd Report al tests or weight clea	<u>Up to \$20.00</u> <u>Up to \$1</u>	00.00/ instrument ate of up to seventy
13 14 15	Resistance Therm Calculation as (h) Any species	nd Report al tests or weight clear hour prorated to the	Up to \$20.00 Up to \$1 aning shall be billed at the ra	00.00/ instrument ate of up to seventy

(k) The Department may refuse to accept for testing any weight or measure the Department deems unsuited for its intended use.

services, the Department shall be reimbursed at the rates provided in G.S. 138-6.

If travel is required in connection with the performance of any of these

(1) The fee for tests performed on weights or measures that will be used primarily outside of the State of North Carolina shall be twice the amounts set forth in this section."

SECTION 42.2. Reserved.

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Requested by: Representatives Hunter, Warren

INCREASE CAP FOR CAMA PERMIT FEES

SECTION 42.3.(a) G.S. 113A-119.1(a) reads as rewritten:

"(a) The Commission shall have the power to establish a graduated fee schedule for the processing of applications for permits, renewals of permits, modifications of permits, or transfers of permits issued pursuant to this Article. In determining the fee schedule, the Commission shall consider the administrative and personnel costs incurred by the Department for processing the applications, related compliance activities, and the complexity of the development sought to be undertaken for which a permit is required under this Article. The fee to be charged for processing an application may not exceed four hundred dollars (\$400.00). eight hundred dollars (\$800.00). The total funds collected from fees authorized by the Commission pursuant to this section in any fiscal year shall not exceed thirty-three and one-third percent (33 1/3%) of the total personnel and administrative costs incurred by the Department for permit processing and compliance programs within the Division of Coastal Area-Management."

SECTION 42.3.(b) The Coastal Resources Commission may adopt temporary rules to implement this section.

PART XLIII. JUSTICE AND PUBLIC SAFETY FEES

Requested by: Representatives Haire, Kiser

GENERAL COURT OF JUSTICE FEE INCREASES

SECTION 43.1.(a) G.S. 7A-304(a)(4) reads as rewritten:

"(a) In every criminal case in the superior or district court, wherein the defendant is convicted, or enters a plea of guilty or nolo contendere, or when costs are assessed against the prosecuting witness, the following costs shall be assessed and collected, except that when the judgment imposes an active prison sentence, costs shall be assessed and collected only when the judgment specifically so provides, and that no costs may be assessed when a case is dismissed.

. . .

(4) For support of the General Court of Justice, the sum of seventy six dollars (\$76.00) eighty-five dollars and fifty cents (\$85.50) in the district court, including cases before a magistrate, and the sum of eighty three dollars (\$83.00) ninety-two dollars and fifty cents (\$92.50) in the superior court, to be remitted to the State Treasurer. For a person convicted of a felony in superior court who has made a first appearance in district court, both the district court and superior court fees shall be assessed. The State Treasurer shall remit the sum of one

a person convicted of a felony in superior court who has made a first appearance in district court, both the district court and superior court fees shall be assessed. The State Treasurer shall remit the sum of one dollar and five cents (\$1.05) of each fee collected under this subdivision to the North Carolina State Bar for the provision of services described in G.S. 7A-474.4, and ninety-five cents (\$.95) of each fee collected under this subdivision to the North Carolina State Bar for the provision of services described in G.S. 7A-474.19."

SECTION 43.1.(b) G.S. 7A-305(a)(2) reads as rewritten:

"(a) In every civil action in the superior or district court, except for actions brought under Chapter 50B of the General Statutes, the following costs shall be assessed:

. .

(2) For support of the General Court of Justice, the sum of sixty-nine dollars (\$69.00) seventy-nine dollars (\$79.00) in the superior court, and the sum of fifty four dollars (\$54.00) sixty-four dollars (\$64.00) in the district court except that if the case is assigned to a magistrate the sum shall be forty three dollars (\$43.00). fifty-three dollars (\$53.00). Sums collected under this subdivision shall be remitted to the State Treasurer. The State Treasurer shall remit the sum of one dollar and five cents (\$1.05) of each fee collected under this subdivision to the North Carolina State Bar for the provision of services described in G.S. 7A-474.4, and ninety-five cents (\$.95) of each fee collected under

this subdivision to the North Carolina State Bar for the provision of services described in G.S. 7A-474.19."

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SECTION 43.1.(c) G.S. 7A-306(a)(2) reads as rewritten:

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"(a) In every special proceeding in the superior court, the following costs shall be assessed:

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(2) For support of the General Court of Justice the sum of thirty dollars (\$30.00). forty dollars (\$40.00). In addition, in proceedings involving land, except boundary disputes, if the fair market value of the land involved is over one hundred dollars (\$100.00), there shall be an additional sum of thirty cents (30¢) per one hundred dollars (\$100.00) of value, or major fraction thereof, not to exceed a maximum additional sum of two hundred dollars (\$200.00). Fair market value is determined by the sale price if there is a sale, the appraiser's valuation if there is no sale, or the appraised value from the property tax records if there is neither a sale nor an appraiser's valuation. Sums collected under this subdivision shall be remitted to the State Treasurer. The State Treasurer shall remit the sum of one dollar and five cents (\$1.05) of each thirty-dollar (\$30.00) forty-dollar (\$40.00) General Court of Justice fee collected under this subdivision to the North Carolina State Bar for the provision of services described in G.S. 7A-474.4."

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SECTION 43.1.(d) G.S. 7A-307(a)(2) and (2a) read as rewritten:

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"(a) In the administration of the estates of decedents, minors, incompetents, of missing persons, and of trusts under wills and under powers of attorney, in trust proceedings under G.S. 36A-23.1, and in collections of personal property by affidavit, the following costs shall be assessed:

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For support of the General Court of Justice, the sum of thirty dollars (2) (\$30.00), forty dollars (\\$40.00), plus an additional forty cents (40¢) per one hundred dollars (\$100.00), or major fraction thereof, of the gross estate, not to exceed three thousand dollars (\$3,000). six thousand dollars (\$6,000). Gross estate shall include the fair market value of all personalty when received, and all proceeds from the sale of realty coming into the hands of the fiduciary, but shall not include the value of realty. In collections of personal property by affidavit, the fee based on the gross estate shall be computed from the information in the final affidavit of collection made pursuant to G.S. 28A-25-3 and shall be paid when that affidavit is filed. In all other cases, this fee shall be computed from the information reported in the inventory and shall be paid when the inventory is filed with the clerk. If additional gross estate, including income, comes into the hands of the fiduciary after the filing of the inventory, the fee for such additional value shall be assessed and paid upon the filing of any account or report

disclosing such additional value. For each filing the minimum fee shall

be fifteen dollars (\$15.00). Sums collected under this subdivision shall be remitted to the State Treasurer. The State Treasurer shall remit the sum of one dollar and five cents (\$1.05) of each thirty dollar (\$30.00) forty-dollar (\$40.00) General Court of Justice fee collected under this subdivision to the North Carolina State Bar for the provision of services described in G.S. 7A-474.4.

(2a) Notwithstanding subdivision (2) of this subsection, the fee of forty cents (40¢) per one hundred dollars (\$100.00), or major fraction, of the gross estate, not to exceed three thousand dollars (\$3,000), six thousand dollars (\$6,000), shall not be assessed on personalty received by a trust under a will when the estate of the decedent was administered under Chapters 28 or 28A of the General Statutes. Instead, a fee of twenty dollars (\$20.00) shall be assessed on the filing of each annual and final account."

SECTION 43.1.(e) G.S. 15A-145(e) reads as rewritten:

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"(e) A person who files a petition for expunction of a criminal record under this section must pay the clerk of superior court a fee of sixty five dollars (\$65.00) one hundred twenty-five dollars (\$125.00) at the time the petition is filed. Fees collected under this subsection shall be deposited in the General Fund. This subsection does not apply to petitions filed by an indigent."

SECTION 43.1.(f) G.S. 15A-1343(b1)(3c) reads as rewritten:

"(b1) Special Conditions. – In addition to the regular conditions of probation specified in subsection (b), the court may, as a condition of probation, require that during the probation the defendant comply with one or more of the following special conditions:

...

(3c) Remain at his or her residence unless the court or the probation officer authorizes the offender to leave for the purpose of employment, counseling, a course of study, or vocational training. The offender shall be required to wear a device which permits the supervising agency to monitor the offender's compliance with the condition electronically.electronically and to pay a fee for the device as specified in subsection (c2) of this section."

SECTION 43.1.(g) G.S. 20-135.2A(e) reads as rewritten:

"(e) Any driver or passenger who fails to wear a seat belt as required by this section shall have committed an infraction and shall pay a penalty of twenty-five dollars (\$25.00) plus court costs in the sum of fifty dollars (\$50.00). seventy-five dollars (\$75.00). Court costs assessed under this section are for the support of the General Court of Justice and shall be remitted to the State Treasurer. Conviction of an infraction under this section has no other consequence."

Requested by: Representatives Haire, Kiser

DEVICE FEE FOR HOUSE ARREST WITH ELECTRONIC MONITORING

SECTION 43.2. G.S. 15A-1343 is amended by adding a new section to read:

"(c2) Electronic Monitoring Device Fee. – Any person placed on house arrest with electronic monitoring under subsection (b1) of this section shall pay a fee of ninety dollars (\$90.00) for the electronic monitoring device. The court may exempt a person from paying the fee only for good cause and upon motion of the person placed on house arrest with electronic monitoring. The court may require that the fee be paid in advance or in a lump sum or sums, and a probation officer may require payment by those methods if the officer is authorized by subsection (g) of this section to determine the payment schedule. The fee must be paid to the clerk of court for the county in which the judgment was entered or the deferred prosecution agreement was filed. Fees collected under this subsection shall be transmitted to the State for deposit into the State's General Fund."

Requested by: Representatives Haire, Kiser

INCREASE BUTNER TAXES

SECTION 43.3.(a) Section 1 of Chapter 830 of the 1983 Session Laws reads as rewritten:

"Section 1. (a) The territorial jurisdiction of the Butner Police and Fire Protection District shall include: (i) any property formerly a part of the original Camp Butner reservation, including both those areas currently owned and occupied by the State and its agencies and those which may have been leased or otherwise disposed of by the State; (ii) the Lyons Station Sanitary District; and (iii) that part of Granville County adjoining the Butner reservation and the Lyons Station Sanitary District situated north and west of the intersection of Rural Paved Roads 1103 and 1106 and bounded by those roads and the boundaries of said reservation and said sanitary district.

(b) The territorial jurisdiction set forth in subsection (a) of this section shall constitute the Butner Fire and Police Protection District. The tax collectors of Durham and Granville Counties shall annually collect beginning with fiscal year 1983-84 a tax of twenty cents (20e) twenty-five cents (25 ϕ) per one hundred dollars (\$100.00) valuation of all real and personal property in the portions of said district in their respective counties from year to year which tax shall be collected as county taxes are collected and shall remit the same to the State Treasurer for deposit in the General Fund."

SECTION 43.3.(b) This section is effective for taxes imposed for taxable years beginning on or after July 1, 2005.

 Requested by: Representatives Haire, Kiser

FEE FOR POLICE INFORMATION NETWORK

SECTION 43.4.(a) G.S. 114-10.1 reads as rewritten:

"§ 114-10.1. Police Information Network.

(a) The Division of Criminal Statistics is authorized to establish, devise, maintain and operate, under the control and supervision of the Attorney General, a system for receiving and disseminating to participating agencies information collected, maintained

and correlated under authority of G.S. 114-10 of this Article. The system shall be known as the Police Information Network.

- (b) The Attorney General is authorized to cooperate with the Division of Motor Vehicles, Department of Administration, Department of Correction and other State, local and federal agencies and organizations in carrying out the purpose and intent of this section, and to utilize, in cooperation with other State agencies and to the extent as may be practical, computers and related equipment as may be operated by other State agencies.
- (c) The Attorney General, after consultation with participating agencies, shall adopt rules and regulations governing the organization and administration of the Police Information Network, including rules and regulations governing the types of information relating to the administration of criminal justice to be entered into the system, and who shall have access to such information. The rules and regulations governing access to the Police Information Network shall not prohibit an attorney who has entered a criminal proceeding in accordance with G.S. 15A-141 from obtaining information relevant to that criminal proceeding. The rules and regulations governing access to the Police Information Network shall not prohibit an attorney who represents a person in adjudicatory or dispositional proceedings for an infraction from obtaining the person's driving record or criminal history.
- (d) The Attorney General may impose an initial set up fee of two thousand six hundred fifty dollars (\$2,650) for agencies to participate in the Police Information Network. This one-time fee shall be used to offset the cost of the router and data circuit needed to access the Network.

The Attorney General may also impose monthly fees on participating agencies. The monthly fees collected under this subsection shall be used to offset the cost of operating and maintaining the Police Information Network

- (1) The Attorney General may impose a monthly circuit fee on agencies that access the Police Information Network through a circuit maintained and operated by the Department of Justice. The amount of the monthly fee is three hundred dollars (\$300.00) plus an additional fee amount for each device linked to the Network. The additional fee amount varies depending upon the type of device. For every desktop device after the first seven desktop devices, the additional monthly fee is twenty-five dollars (\$25.00) per device. For a mobile device, the additional monthly fee is six dollars (\$6.00) per device.
- (2) The Attorney General may impose a monthly device fee on agencies that access the Police Information Network through some other approved means. The amount of the monthly device fee varies depending upon the type of device. For a desktop device, the monthly fee is twenty-five dollars (\$25.00) per device. For a mobile device, the fee is six dollars (\$6.00) per device."

SECTION 43.4.(b) G.S. 114-10.1(d), as enacted by this section, reads as rewritten:

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hundred fifty dollars (\$2,650) for agencies to participate in the Police Information Network. This one-time fee shall be used to offset the cost of the router and data circuit needed to access the Network. The Attorney General may also impose monthly fees on participating agencies. The monthly fees collected under this subsection shall be used to offset the cost of operating and maintaining the Police Information Network

> (1) The Attorney General may impose a monthly circuit fee on agencies that access the Police Information Network through a circuit maintained and operated by the Department of Justice. The amount of the monthly fee is three hundred dollars (\$300.00) plus an additional fee amount for each device linked to the Network. The additional fee amount varies depending upon the type of device. For a desktop device after the first seven desktop devices, the additional monthly fee is twenty-five dollars (\$25.00) per device. For a mobile device, the additional monthly fee is six dollars (\$6.00) twelve dollars (\$12.00) per device.

> The Attorney General may impose an initial set up fee of two thousand six

(2) The Attorney General may impose a monthly device fee on agencies that access the Police Information Network through some other approved means. The amount of the monthly device fee varies depending upon the type of device. For a desktop device, the monthly fee is twenty-five dollars (\$25.00) per device. For a mobile device, the fee is six dollars (\$6.00) twelve dollars (\$12.00) per device."

SECTION 43.4.(c) Subsection (b) of this section becomes effective January 1, 2006. The remainder of this section is effective when it becomes law.

PART XLIV. DEPARTMENT OF TRANSPORTATION FEE CHANGES

Requested by: Representatives Coates, Cole

DOT FEE INCREASES

SECTION 44.1.(a) G.S. 20-7 reads as rewritten:

"§ 20-7. Issuance and renewal of drivers licenses.

Fees. – The fee for a regular drivers license is the amount set in the following (i) table multiplied by the number of years in the period for which the license is issued:

Class of Regular License	Fee For Each Year
Class A	\$4.30 <u>\$4.00</u>
Class B	4.30 4.00
Class C	3.05 4.00

The fee for a motorcycle endorsement is one dollar and seventy-five cents (\$1.75) for each year of the period for which the endorsement is issued. The appropriate fee shall be paid before a person receives a regular drivers license or an endorsement.

Restoration Fee. - Any person whose drivers license has been revoked (i1) pursuant to the provisions of this Chapter, other than G.S. 20-17(2), shall pay a restoration fee of twenty-five dollars (\$25.00). fifty dollars (\$50.00). A person whose drivers license has been revoked under G.S. 20-17(2) shall pay a restoration fee of fifty dollars (\$50.00) seventy-five dollars (\$75.00) until the end of the fiscal year in which the cumulative total amount of fees deposited under this subsection in the General Fund exceeds ten million dollars (\$10,000,000), and shall pay a restoration fee of twenty-five dollars (\$25.00) fifty dollars (\$50.00) thereafter. The fee shall be paid to the Division prior to the issuance to such person of a new drivers license or the restoration of the drivers license. The restoration fee shall be paid to the Division in addition to any and all fees which may be provided by law. This restoration fee shall not be required from any licensee whose license was revoked or voluntarily surrendered for medical or health reasons whether or not a medical evaluation was conducted pursuant to this Chapter. The twenty-five dollar (\$25.00) fee, and the first twenty-five dollars (\$25.00) of the fifty dollar (\$50.00) fee, fifty-dollar (\$50.00) fee, and the first fifty dollars (\$50.00) of the seventy-five-dollar (\$75.00) fee, shall be deposited in the Highway Fund. The remaining twenty-five dollars (\$25.00) of the fifty dollar (\$50.00) fee the seventy-five-dollar (\$75.00) fee shall be deposited in the General Fund of the State. The Office of State Budget and Management shall certify to the Department of Transportation and the General Assembly when the cumulative total amount of fees deposited in the General Fund under this subsection exceeds ten million dollars (\$10,000,000), and shall annually report to the General Assembly the amount of fees deposited in the General Fund under this subsection.

It is the intent of the General Assembly to annually appropriate the funds deposited in the General Fund under this subsection to the Board of Governors of The University of North Carolina to be used for the Center for Alcohol Studies Endowment at The University of North Carolina at Chapel Hill, but not to exceed this cumulative total of ten million dollars (\$10,000,000).

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43 44 (l) Learner's Permit. – A person who is at least 18 years old may obtain a learner's permit. A learner's permit authorizes the permit holder to drive a specified type or class of motor vehicle while in possession of the permit. A learner's permit is valid for a period of 18 months after it is issued. The fee for a learner's permit is ten dollars (\$10.00). fifteen dollars (\$15.00). A learner's permit may be renewed, or a second learner's permit may be issued, for an additional period of 18 months. The permit holder must, while operating a motor vehicle over the highways, be accompanied by a person who is licensed to operate the motor vehicle being driven and is seated beside the permit holder."

SECTION 44.1.(b) G.S. 20-11(j) reads as rewritten:

"(j) Duration and Fee. – A limited learner's permit expires on the eighteenth birthday of the permit holder. A limited provisional license expires on the eighteenth birthday of the license holder. A limited learner's permit or limited provisional license issued under this section that expires on a weekend or State holiday shall remain valid through the fifth regular State business day following the date of expiration. A full

provisional license expires on the date set under G.S. 20-7(f). The fee for a limited learner's permit or a limited provisional license is ten dollars (\$10.00). fifteen dollars (\$15.00). The fee for a full provisional license is the amount set under G.S. 20-7(i)."

SECTION 44.1.(c) G.S. 20-14 reads as rewritten:

"§ 20-14. Duplicate licenses.

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43 44 A person may obtain a duplicate of a license issued by the Division by paying a fee of ten dollars and five cents (\$10.05) (\$10.00) and giving the Division satisfactory proof that any of the following has occurred:

- (1) The person's license has been lost or destroyed.
- (2) It is necessary to change the name or address on the license.
- (3) Because of age, the person is entitled to a license with a different color photographic background or a different color border.
- (4) The Division revoked the person's license, the revocation period has expired, and the period for which the license was issued has not expired."

SECTION 44.1.(d) G.S. 20-16(e) reads as rewritten:

"(e) The Division may conduct driver improvement clinics for the benefit of those who have been convicted of one or more violations of this Chapter. Each driver attending a driver improvement clinic shall pay a fee of twenty five dollars (\$25.00).fifty dollars (\$50.00)."

SECTION 44.1.(e) G.S. 20-26(c) reads as rewritten:

- "(c) The Division shall furnish copies of license records required to be kept by subsection (a) of this section in accordance with G.S. 20-43.1 to other persons for uses other than official upon prepayment of the following fees:
 - (1) Limited extract copy of license record, for period up to three years \$5.00 \\$8.00

All fees received by the Division under this subsection shall be credited to the Highway Fund."

SECTION 44.1.(f) G.S. 20-37.15(a1) reads as rewritten:

- "(a1) The application must be accompanied by a nonrefundable application fee of twenty dollars (\$20.00). thirty dollars (\$30.00). This fee does not apply in any of the following circumstances:
 - (1) When an individual surrenders a commercial driver learner's permit issued by the Division when submitting the application.
 - (2) When the application is to renew a commercial drivers license issued by the Division.

This fee shall entitle the applicant to three attempts to pass the written knowledge test without payment of a new fee. No application fee shall be charged to an applicant eligible for a waiver under G.S. 20-37.13(c)."

SECTION 44.1.(g) G.S. 20-37.16(d) reads as rewritten:

"(d) The fee for a Class A, B, or C commercial drivers license is ten dollars (\$10.00) fifteen dollars (\$15.00) for each year of the period for which the license is

 issued. The fee for each endorsement is one dollar and twenty five cents (\$1.25) three dollars (\$3.00) for each year of the period for which the endorsement is issued. The fees required under this section do not apply to employees of the Driver License Section of the Division who are designated by the Commissioner."

SECTION 44.1.(h) G.S. 20-42(b) reads as rewritten:

"(b) The Commissioner and officers of the Division designated by the Commissioner may prepare under the seal of the Division and deliver upon request a certified copy of any document of the Division for a fee. The fee for a document, other than an accident report under G.S. 20-166.1, is five dollars (\$5.00). ten dollars (\$10.00). The fee for an accident report is four dollars (\$4.00). five dollars (\$5.00). A certified copy shall be admissible in any proceeding in any court in like manner as the original thereof, without further certification. The certification fee does not apply to a document furnished for official use to a judicial official or to an official of the federal government, a state government, or a local government."

SECTION 44.1.(i) G.S. 20-50(b) reads as rewritten:

"(b) The Division may issue a temporary license plate for a vehicle. A temporary license plate is valid for the period set by the Division. The period may not be less than 10 days nor more than 60 days.

A person may obtain a temporary license plate for a vehicle by filing an application with the Division and paying the required fee. An application must be filed on a form provided by the Division.

The fee for a temporary license plate that is valid for 10 days is three dollars (\$3.00). five dollars (\$5.00). The fee for a temporary license plate that is valid for more than 10 days is the amount that would be required with an application for a license plate for the vehicle. If a person obtains for a vehicle a temporary license plate that is valid for more than 10 days and files an application for a license plate for that vehicle before the temporary license plate expires, the person is not required to pay the fee that would otherwise be required for the license plate.

A temporary license plate is subject to the following limitations and conditions:

- (1) It may be issued only upon proper proof that the applicant has met the applicable financial responsibility requirements.
- (2) It expires on midnight of the day set for expiration.
- (3) It may be used only on the vehicle for which issued and may not be transferred, loaned, or assigned to another.
- (4) If it is lost or stolen, the person who applied for it must notify the Division.
- (5) It may not be issued by a dealer.
- (6) The provisions of G.S. 20-63, 20-71, 20-110 and 20-111 that apply to license plates apply to temporary license plates insofar as possible."

SECTION 44.1.(j) G.S. 20-73(c) reads as rewritten:

"(c) Penalties. – A person to whom a vehicle is transferred who fails to apply for a certificate of title within the required time is subject to a civil penalty of ten dollars (\$10.00) and is guilty of a Class 2 misdemeanor. A person who undertakes to apply for a certificate of title on behalf of another person and who fails to

 apply for a title within the required time is subject to a civil penalty of ten dollars (\$10.00). fifteen dollars (\$15.00). When a person to whom a vehicle is transferred fails to obtain a title within the required time because a person who undertook to apply for the certificate of title did not do so within the required time, the Division may impose a civil penalty only on the person who undertook to apply for the title. Civil penalties collected under this subsection shall be credited to the Highway Fund."

SECTION 44.1.(k) G.S. 20-85(a) reads as rewritten:

"(a) The following fees are imposed concerning a certificate of title, a registration card, or a registration plate for a motor vehicle. These fees are payable to the Division and are in addition to the tax imposed by Article 5A of Chapter 105 of the General Statutes.

11	Statutes.		
12		(1)	Each application for certificate of title\$35.00\\$39.00
13		(2)	Each application for duplicate or corrected certificate of title
14			<u>10.0014.00</u>
15		(3)	Each application of repossessor for certificate of title 10.0014.00
16		(4)	Each transfer of registration
17		(5)	Each set of replacement registration plates
18		(6)	Each application for duplicate registration card
19		(7)	Each application for recording supplementary lien 10.0014.00
20		(8)	Each application for removing a lien from a certificate of title
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22		(9)	Each application for certificate of title for a motor vehicle transferred
23			to a manufacturer, as defined in G.S. 20-286, or a motor vehicle
24			retailer for the purpose of resale
25		(10)	Each application for a salvage certificate of title made by an insurer
26			<u>10.0015.00</u>
27		(11)	Each set of replacement Stock Car Racing Theme plates issued under
28			G.S. 20-79.4

SECTION 44.1.(I) G.S. 20-85.1 reads as rewritten:

"§ 20-85.1. Registration by mail; one-day title service; fees.

- (a) The owner of a vehicle registered in North Carolina may renew that vehicle registration by mail. A postage and handling fee of one dollar (\$1.00) per vehicle to be registered shall be charged for this service.
- (b) The Commissioner and the employees of the Division designated by the Commissioner may prepare and deliver upon request a certificate of title, charging a fee of fifty dollars (\$50.00) seventy-five dollars (\$75.00) for one-day title service, in lieu of the title fee required by G.S. 20-85(a). The fee for one-day title service must be paid by cash or by certified check.
- (c) The fee collected under subsection (a) shall be credited to the Highway Fund. The fee collected under subsection (b) shall be credited to the Highway Trust Fund."

SECTION 44.1.(m) G.S. 20-87 reads as rewritten:

"§ 20-87. Passenger vehicle registration fees.

1	These shall be	be paid to the I	Division annually, as of the first day of January, for the
2	registration and	licensing of	passenger vehicles, fees according to the following
3	classifications ar	_	
4	(1)	For-Hire Passe	enger Vehicles. – The fee for a passenger vehicle that is
5			ompensation and has a capacity of 15 passengers or less
6		is seventy-eigl	ht dollars (\$78.00). The fee for a passenger vehicle that
7			or compensation and has a capacity of more than 15
8		_	one dollar and forty cents (\$1.40) per hundred pounds of
9		empty weight	
10	(2)		hicles. – U-drive-it vehicles shall pay the following tax:
11	` ,		1-passenger capacity\$18.00
12		•	2-passenger capacity
13			3-passenger capacity
14		Automobiles:	15 or fewer passengers
15		Buses:	16 or more passengers
16			hundred
17			pounds of
18			empty weight
19		Trucks under	1.0
20		7,000 pounds	
21		that do not	
22		haul products	
23		for hire:	4,000 pounds\$41.50
24			5,000 pounds\$51.00
25			6,000 pounds\$61.00.
26	(3)	Repealed by S	ession Laws 1981, c. 976, s. 3.
27	(4)	Limousine Ve	hicles. – For-hire passenger vehicles on call or demand
28		which do not	solicit passengers indiscriminately for hire between
29		points along s	streets or highways, shall be taxed at the same rate as
30		for-hire passer	nger vehicles under G.S. 20-87(1) but shall be issued
31		appropriate re	egistration plates to distinguish such vehicles from
32		taxicabs.	
33	(5)	Private Passer	nger Vehicles. – There shall be paid to the Division
34			of the first day of January, for the registration and
35			rivate passenger vehicles, fees according to the following
36			and schedules:
37		Private passen	ger vehicles of not more than fifteen
38			\$20.00 <u>\$28.00</u>
39		Private passen	ger vehicles over fifteen passengers 23.00 31.00
40			a fee of only one dollar (\$1.00) shall be charged for any
41		_	by the federal government to any veteran on account of
42			suffered during war so long as such vehicle is owned by
43			onee or other veteran entitled to receive such gift under
44		Title 38, section	on 252, United States Code Annotated.

- (6) Private Motorcycles. The base fee on private passenger motorcycles shall be nine dollars (\$9.00); fifteen dollars (\$15.00); except that when a motorcycle is equipped with an additional form of device designed to transport persons or property, the base fee shall be sixteen dollars (\$16.00). twenty-two dollars (\$22.00). An additional fee of three dollars (\$3.00) is imposed on each private motorcycle registered under this subdivision in addition to the base fee. The revenue from the additional fee, in addition to any other funds appropriated for this purpose, shall be used to fund the Motorcycle Safety Instruction Program created in G.S. 115D-72.

- (7) Dealer License Plates. The fee for a dealer license plate is the regular fee for each of the first five plates issued to the same dealer and is one-half the regular fee for each additional dealer license plate issued to the same dealer. The "regular fee" is the fee set in subdivision (5) of this section for a private passenger motor vehicle of not more than 15 passengers.

- (8) Driveaway Companies. Any person engaged in the business of driving new motor vehicles from the place of manufacture to the place of sale in this State for compensation shall pay a fee of one-half of the amount that would otherwise be payable under this section for each set of plates.

- (9) House Trailers. In lieu of other registration and license fees levied on house trailers under this section or G.S. 20-88, the registration and license fee on house trailers shall be seven dollars (\$7.00) eleven dollars (\$11.00) for the license year or any portion thereof.

(10) Special Mobile Equipment. – The fee for special mobile equipment for the license year or any part of the license year is two times the fee in subdivision (5) for a private passenger motor vehicle of not more than 15 passengers.

(11) Any vehicle fee determined under this section according to the weight of the vehicle shall be increased by the sum of three dollars (\$3.00) to arrive at the total fee.

(12) Low-Speed Vehicles. – The fee for a low-speed vehicle is the same as the fee for private passengers vehicles of not more than 15 passengers."

SECTION 44.1.(n) G.S. 20-88 reads as rewritten:

"§ 20-88. Property-hauling vehicles.

 (a) Determination of Weight. – For the purpose of licensing, the weight of self-propelled property-carrying vehicles shall be the empty weight and heaviest load to be transported, as declared by the owner or operator; provided, that any determination of weight shall be made only in units of 1,000 pounds or major fraction thereof, weights of over 500 pounds counted as 1,000 and weights of 500 pounds or less disregarded. The declared gross weight of self-propelled property-carrying vehicles operated in conjunction with trailers or semitrailers shall include the empty weight of the vehicles to

be operated in the combination and the heaviest load to be transported by such combination at any time during the registration period, except that the gross weight of a trailer or semitrailer is not required to be included when the operation is to be in conjunction with a self-propelled property-carrying vehicle which is licensed for 6,000 pounds or less gross weight and the gross weight of such combination does not exceed 9,000 pounds, except wreckers as defined under G.S. 20-4.01(50). Those property-hauling vehicles registered for 4,000 pounds shall be permitted a tolerance of 500 pounds above the weight permitted under the table of weights and rates appearing in subsection (b) of this section.

(b) The following fees are imposed on the annual registration of self-propelled property-hauling vehicles; the fees are based on the type of vehicle and its weight:

SCHEDULE OF WEIGHTS AND RATES

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15	Rates Per Hundred Pound Gross Weight

	Farmer Rate
Not over 4,000 pounds	\$0.23 <u>\$0.29</u>
4,001 to 9,000 pounds inclusive	.29 <u>.40</u>
9,001 to 13,000 pounds inclusive	.37 <u>.50</u>
13,001 to 17,000 pounds inclusive	.51 <u>.68</u>
Over 17,000 pounds	.58 <u>.77</u>

Rates Per Hundred Pound Gross Weight

	General Rate
Not over 4,000 pounds	\$0.46 <u>\$0.59</u>
4,001 to 9,000 pounds inclusive	.63 <u>.81</u>
9,001 to 13,000 pounds inclusive	.78 <u>1.00</u>
13,001 to 17,000 pounds inclusive	1.06 <u>1.36</u>
Over 17,000 pounds	1.20 <u>1.54</u>

- (1) The minimum fee for a vehicle licensed under this subsection is seventeen dollars and fifty cents (\$17.50) twenty-four dollars (\$24.00) at the farmer rate and twenty one dollars and fifty cents (\$21.50) twenty-eight dollars (\$28.00) at the general rate.
- (2) The term "farmer" as used in this subsection means any person engaged in the raising and growing of farm products on a farm in North Carolina not less than 10 acres in area, and who does not engage in the business of buying products for resale.
- (3) License plates issued at the farmer rate shall be placed upon trucks and truck-tractors that are operated exclusively in the carrying or transportation of applicant's farm products, raised or produced on his farm, and farm supplies and not operated in hauling for hire.
- (4) "Farm products" means any food crop, livestock, poultry, dairy products, flower bulbs, or other nursery products and other agricultural

products designed to be used for food purposes, including in the term "farm products" also cotton, tobacco, logs, bark, pulpwood, tannic acid wood and other forest products grown, produced, or processed by the farmer.

 (5) The Division shall issue necessary rules and regulations providing for the recall, transfer, exchange or cancellation of "farmer" plates, when vehicle bearing such plates shall be sold or transferred.

(5a) Notwithstanding any other provision of this Chapter, license plates issued pursuant to this subsection at the farmer rate may be purchased for any three-month period at one fourth of the annual fee.

(6) There shall be paid to the Division annually as of the first of January, the following fees for "wreckers" as defined under G.S. 20-4.01(50): a wrecker fully equipped weighing 7,000 pounds or less, seventy-five dollars (\$75.00); wreckers weighing in excess of 7,000 pounds shall pay one hundred forty-eight dollars (\$148.00). Fees to be prorated quarterly. Provided, further, that nothing herein shall prohibit a licensed dealer from using a dealer's license plate to tow a vehicle for a customer.

(c) The fee for a semitrailer or trailer is ten dollars (\$10.00) nineteen dollars (\$19.00) for each year or part of a year. The fee is payable on or before January 1 of each year. Upon the application of the owner of a semitrailer or trailer, the Division may issue a multiyear plate and registration card for the semitrailer or trailer for a fee of seventy-five dollars (\$75.00). A multiyear plate and registration card for a semitrailer or trailer are valid until the owner transfers the semitrailer or trailer to another person or surrenders the plate and registration card to the Division. A multiyear plate may not be transferred to another vehicle.

The Division shall issue a multiyear semitrailer or trailer plate in a different color than an annual semitrailer or trailer plate and shall include the word "multiyear" on the plate. The Division may not issue a multiyear plate for a house trailer.

- (d) Rates on trucks, trailers and semitrailers wholly or partially equipped with solid tires shall be double the above schedule.
 - (e) Repealed by Session Laws 1981, c. 976, s. 6.
 - (f) Repealed by Session Laws 1995, c. 163, s. 6.
 - (g) Repealed by Session Laws 1969, c. 600, s. 17.
 - (h) Repealed by Session Laws 1979, c. 419.

 (i) Any vehicle fee determined under this section according to the weight of the vehicle shall be increased by the sum of three dollars (\$3.00) to arrive at the total fee.

(j) No heavy vehicle subject to the use tax imposed by Section 4481 of the Internal Revenue Code of 1954 (26 U.S.C. 4481) may be registered or licensed pursuant to G.S. 20-88 without proof of payment of the use tax imposed by that law. The proof of payment shall be on a form prescribed by the United States Secretary of Treasury pursuant to the provisions of 23 U.S.C. 141(d).

(k) A person may not drive a vehicle on a highway if the vehicle's gross weight exceeds its declared gross weight. A vehicle driven in violation of this subsection is

subject to the axle-group weight penalties set in G.S. 20-118(e). The penalties apply to the amount by which the vehicle's gross weight exceeds its declared weight.

The Division shall issue permanent truck and truck-tractor plates to Class A (1) and Class B Motor Vehicles and shall include the word "permanent" on the plate. The permanent registration plates issued pursuant to this section shall be subject to annual registration fees set in this section. The Division shall issue the necessary rules providing for the recall, transfer, exchange, or cancellation of permanent plates issued pursuant to this section."

SECTION 44.1.(o) G.S. 20-289 reads as rewritten:

"§ 20-289. License fees.

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- The license fee for each fiscal year, or part thereof, shall be as follows: (a)
 - For motor vehicle dealers, distributors, distributor branches, and wholesalers, fifty dollars (\$50.00) seventy dollars (\$70.00) for each place of business.
 - (2) For manufacturers, one hundred dollars (\$100.00), one hundred fifty dollars (\$150.00) and for each factory branch in this State, seventy dollars (\$70.00). one hundred dollars (\$100.00).
 - (3) For motor vehicle sales representatives, ten dollars (\$10.00). fifteen dollars (\$15.00).
 - For factory representatives, or distributor representatives, ten dollars (4) (\$10.00).fifteen dollars (\$15.00).
 - Repealed by Session Laws 1991, c. 662, s. 4. (5)
- (b) The fees collected under this section shall be credited to the Highway Fund. These fees are in addition to all other taxes and fees."

SECTION 44.1.(p) G.S. 20-385 reads as rewritten:

"§ 20-385. Fee schedule.

- (a) Amounts. –
 - (1) Verification by a for-hire motor carrier of insurance for each for-hire motor vehicle operated in this State

\$ 1.00

Application by an intrastate motor carrier (2) for a certificate of exemption

25.00 45.00

Certification by an interstate motor carrier (3) that it is not regulated by the United States Department of Transportation

25.00 45.00

Application by an interstate motor carrier (4) for an emergency permit

10.00.18.00.

- Reciprocal Agreements. The fee set in subdivision (a)(1) of this section (b) does not apply to the verification of insurance by an interstate motor carrier regulated by the United States Department of Transportation if the Division had a reciprocal agreement on November 15, 1991, with another state by which no fee is imposed. The Division had reciprocal agreements as of that date with the following states: California,
- 42
- Delaware, Indiana, Maryland, Massachusetts, Michigan, Minnesota, Missouri, 43
- Nebraska, New Jersey, Pennsylvania, Texas, and Vermont." 44

SECTION 44.1.(q) Section 5(c) of S.L. 2004-189 reads as rewritten:

"SECTION 5.(c) The Division of Motor Vehicles shall retain a portion of the proceeds five cents (\$0.05) collected for the issuance of each of the increase in drivers license and duplicate license fees enacted in this Section to offset the actual cost of developing and maintaining the online Organ Donor Internet site established pursuant to Section 1 of this act. Proceeds remaining after deduction of amounts for development and maintenance costs The remainder of the five cents (\$0.05) shall be credited to the License to Give Trust Fund established under G.S. 20-7.4 and shall be used for the purposes authorized under G.S. 20-7.5."

SECTION 44.1.(r) G.S. 20-291 reads as rewritten:

"§ 20-291. Representatives to carry license and display it on request; license to name employer.

Every person to whom a sales representative, factory representative, or distributor representative license is issued shall carry the license when engaged in business, and shall display it upon request. The license shall state the name of the representative's employer. If the representative changes employers, the representative shall immediately apply to the Division for a license that states the name of the representative's new employer. The fee for issuing a license stating the name of a new employer is one half the fee set in G.S. 20 289 for an annual license. ten dollars (\$10.00)."

SECTION 44.1.(s) This section becomes effective October 1, 2005, and applies to fees collected on or after that date.

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PART XLV. INDUSTRIAL COMMISSION FEES

Requested by: Representatives Hunter, Warren

INDUSTRIAL COMMISSION FEES

SECTION 45.1.(a) G.S. 97-73 reads as rewritten:

"§ 97-73. Expenses of making examinations. Fees.

- (a) The Industrial Commission shall may establish by rule a schedule of fees for examinations conducted and conducted, reports made pursuant to G.S. 97 61.1 through 97 61.6 and 97 67 through 97 71. made, documents filed, and agreements reviewed under this Article. The fees shall be collected in accordance with rules adopted by the Industrial Commission.
 - (b), (c) Repealed by Session Laws 2003-284, s. 10.33(d), effective July 1, 2003." **SECTION 45.1.(b)** This section is effective when it becomes law.

PART XLVI. MISCELLANEOUS PROVISIONS

- 39 Requested by: Representatives Alexander, Gibson, Luebke, Wainwright
- **EFFECTIVE DATE**
- SECTION 46.6. Except as otherwise provided, this act becomes effective July 1, 2005.