## GENERAL ASSEMBLY OF NORTH CAROLINA

### Session 2013

# **Legislative Fiscal Note**

**BILL NUMBER**: House Bill 929 (First Edition)

SHORT TITLE: State Motor Fleet/Increase Fuel Efficiency.

SPONSOR(S): Representatives Hanes, Dobson, McGrady, and Iler

		FISCAL 1 (\$ in mil			
	□ Ye	es 🔽 No	□ No Estimate Available		
Γ	FY 2013-14	FY 2014-15	FY 2015-16	FY 2016-17	FY 2017-18
State Impact					
General Fund Revenues:					
General Fund Expenditures:					
Special Fund Revenues:					
Special Fund Expenditures:					
State Positions:					
NET STATE IMPACT	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0

Department of Administration, Division of Motor Fleet Management

**EFFECTIVE DATE** When the bill becomes law

**TECHNICAL CONSIDERATIONS:** 

None

#### **BILL SUMMARY:**

This bill impacts the purchase of motor vehicles by the Department of Administration's Division of Motor Fleet Management. Under current law, the Department is required to state a preference for vehicles with a top fuel economy within the top 15% of their comparable class. This bill replaces the 15% preference and replaces it with a "best in class for comparable non-hybrid, nonelectric vehicles" preference.

### **ASSUMPTIONS AND METHODOLOGY:**

There is no fiscal impact as a result of this bill. This bill merely states a fuel economy preference with respect to fuel economy and vehicle purchases. The bill does not alter the current requirement for the Department to award motor vehicle contracts on the basis of "best value" for the State. The best value consideration requires that the Department make purchases on the "basis of fuel economy ratings and life cycle cost that reasonably consider both projected fuel costs and acquisition costs" (G.S. 143-341(8)i.2b). The Department states that it would continue to make purchases of vehicles under the best value method should the bill become law. Fiscal Research concurs with this assessment.

**SOURCES OF DATA**: Department of Administration

**TECHNICAL CONSIDERATIONS**: None

FISCAL RESEARCH DIVISION: (919) 733-4910

PREPARED BY: Mark Bondo

**APPROVED BY:** 

Mark Trogdon, Director **Fiscal Research Division** 

**DATE**: April 22, 2013



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