

FISCAL NOTE

SB 3088 - HB 3333

March 2, 2006

SUMMARY OF BILL: Requires contractors entering into contracts over \$30,000 to obtain a general contractor license. Currently, the monetary threshold is \$25,000. Increases the maximum civil penalty for contracting without a license from \$1,000 to \$1,500.

ESTIMATED FISCAL IMPACT:

**Increase State Revenues – Net Impact –
Exceeds \$75,000 Biennially
Decrease State Expenditures – Not Significant**

Assumptions:

- At least 150 citations, assessed at the maximum penalty of \$1,500, will be issued on a biennial basis.
- At least 50 citations, assessed in an amount greater than \$1,000 but less than the maximum penalty, will be issued on an annual basis.
- The maximum penalty is increased by \$500.
- An increase in state revenues from the collection of civil penalties as a result of increasing the maximum penalty.
- Approximately 10 licensed contractors would be exempt from obtaining a license.
- A decrease in state revenues from not collecting the \$200 biennial license fee from exempt contractors.
- A not significant decrease in state expenditures as a result of fewer licensees.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

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A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a prominent initial "J" and a distinct "W".

James W. White, Executive Director