

GENERAL ASSEMBLY OF NORTH CAROLINA

Session 2005

Legislative Fiscal Note

BILL NUMBER: Senate Bill 1013 (Second Edition)

SHORT TITLE: Gen. Contractors/Fees/Cost Recovery.

SPONSOR(S): Senator Hoyle

	FISCAL IMPACT				
	Yes ()	No ()	No Estimate Available ()		
	<u>FY 2005-06</u>	<u>FY 2006-07</u>	<u>FY 2007-08</u>	<u>FY 2008-09</u>	<u>FY 2009-10</u>
REVENUES:					
General Fund					
General					
Contractors	\$1,080,000	\$1,080,000	\$1,080,000	\$1,080,000	\$1,080,000
Licensing Board					
* No General Fund Impact *					
PRINCIPAL DEPARTMENT(S) & PROGRAM(S) AFFECTED: NC Licensing Board for General Contractors					
EFFECTIVE DATE: Sections 1, 2, 3, and 6 of this act are effective when it becomes law. Sections 4 and 5 become effective October 1, 2005, and apply to violations that occur on or after that date.					

BILL SUMMARY:

Senate Bill 1013 would authorize the State Licensing Board for General Contractors to increase its licensing fees and to recover its reasonable administrative costs associated with the investigation and prosecution of certain violations of the general contractors' licensing laws.

ASSUMPTIONS AND METHODOLOGY:

The NC Licensing Board for General Contractors has over 31,000 licensed general contractors. Fees for the board have not been increased since 1993. The audited financial statements for the board showed a deficit of \$229,000 for FY04.

The proposed legislation increases license fees, examination fees and application fees by \$25. In addition, the bill allows the board to recover costs associated with prosecuting disciplinary cases and investigation and prosecution of unlicensed contractor complaints, up to \$5,000.

NC Licensing Board for General Contractors	Additional Revenue
License Fees	\$775,000
Examination Fees	\$80,000
Application Fees	\$100,000
Cost Recovery for Disciplinary Cases/Prosecution	\$125,000
Total	\$1,080,000

SOURCES OF DATA: NC Licensing Board for General Contractors

TECHNICAL CONSIDERATIONS: None

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DATE: August 10, 2005

Signed Copy Located in the NCGA Principal Clerk's Offices