

BDR 54-899
AB 269

UNSOLICITED
EXECUTIVE AGENCY
FISCAL NOTE

AGENCY'S ESTIMATES

Date Prepared: March 17, 2015

Agency Submitting: State Contractors Board

Items of Revenue or Expense, or Both	Fiscal Year 2014-15	Fiscal Year 2015-16	Fiscal Year 2016-17	Effect on Future Biennia
Personnel (Expense)		\$316,108	\$347,718	\$382,489
Litigation and Legal Expense (Expense)		\$150,000	\$200,000	\$250,000
Total	0	\$466,108	\$547,718	\$632,489

Explanation

(Use Additional Sheets of Attachments, if required)

The fiscal impact to the agency could be significant based on potential litigation costs and the additional evaluation required of applicants and enforcement actions to determine the applicability of the provisions of AB269. It is estimated that the provisions of this bill would affect approximately 30% of applicants and licensees, 18% of enforcement actions against licensed contractors, and 95% of enforcement actions against unlicensed contractors. This would result in increased investigative and processing costs of approximately \$316,108. We conservatively estimate that litigation costs could run between \$150,000 and \$250,000 annually.

Name Margi A. Grein

Title Executive Officer