

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **SB 81** SLS 13RS 273

Bill Text Version: **ENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: April 29, 2013 12:47 PM	Author: PEACOCK
Dept./Agy.: State Licensing Board of Contractors	Analyst: Stephanie C. Blanchard
Subject: Registration of home improvement contractors	

COMMERCIAL REGULATIONS

EG DECREASE SG RV See Note

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Provides relative to registration of certain home improvement contractors. (8/1/13)

Present law provides no person shall undertake, offer to undertake, or agree to perform home improvement contracting services unless registered with and approved by the Residential Building Contractors Subcommittee of the State Licensing Board for Contractors as a home improvement contractor. Proposed law provides that no individual shall undertake on his property self-performed home improvement contracting services having a value in excess of \$7,500 unless registered with and approved by the Residential Contractors Subcommittee of the State Licensing Board for Contractors as a home improvement contractor.

EXPENDITURES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2013-14	2014-15	2015-16	2016-17	2017-18	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	DECREASE	DECREASE	DECREASE	DECREASE	DECREASE	
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total						

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure.

REVENUE EXPLANATION

The proposed legislation will decrease the self-generated revenues of the Louisiana State Licensing Board of Contractors (LSLBC) by an indeterminable amount since this bill restores the \$7,500 threshold for home improvement contractors to require registration with the LSLBC. Act 193 of the 2012 Regular Legislative Session changed the threshold for home improvement contracting from \$7,500 to \$1,500, effective August 1, 2012. The LSLBC is currently showing an increase in home improvement registrations over the prior calendar year. Registration fees are \$75 annually and total revenues from these fees in 2011 were \$86,061 and \$106,939 in 2012. The impact of this bill to the LSLBC is an indeterminable decrease since Act 193 has only been in effect for 8 months and it is not known how many of these registrations involve contractors performing work in excess of \$1,500 but below \$7,500.

Senate

Dual Referral Rules

House

- | | |
|---|--|
| <input type="checkbox"/> 13.5.1 >= \$100,000 Annual Fiscal Cost {S&H} | <input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost {S} |
| <input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change {S&H} | <input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S} |

Evan Brasseaux

Evan Brasseaux
Staff Director