#### FISCAL IMPACT OF PROPOSED LEGISLATION



Legislative Fiscal Office 83<sup>rd</sup> Oregon Legislative Assembly 2025 Regular Session

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Bill Title: Relating to state financial administration; declaring an emergency.

Government Unit(s) Affected: Construction Contractors Board

# **Summary of Fiscal Impact**

Costs related to the measure are anticipated to be minimal for the Construction Contractors Board - see explanatory analysis.

# **Summary of Revenue Impact**

Agency Fund Type	2025-27 Biennium	2027-29 Biennium
Construction Contractors Board Other Funds	\$ 2,763,150	\$ 2,763,150
Total Revenue Impact	\$ 2,763,150	\$ 2,763,150

### **Measure Description**

The measure ratifies the Construction Contractors Board's (CCB) biennial contractor license renewal fee of \$400, which was administratively approved during the 2023-25 interim.

# **Fiscal Analysis**

ORS 291.055 stipulates that all new state agency fees or fee increases adopted between the date of adjournment sine die of a regular session of the Legislative Assembly, and the date of adjournment sine die of the next regular session of the Legislative Assembly, are rescinded upon adjournment sine die of the next regular session unless the fee is authorized by enabling legislation. This measure provides the enabling legislation necessary to approve fees adopted through administrative rule by the Construction Contractors Board (CCB) during the interim period between legislative sessions.

Following extensive stakeholder engagement, the board approved a \$75 increase to the biennial contractor renewal fee, increasing the fee from \$325 to \$400. The increased fee applies to all renewals processed on or after July 1, 2024, and is anticipated to generate an estimated \$2.8 million in Other Funds revenue. The additional revenue will increase board operating reserves and support implementation of the licensing and enforcement modernization IT replacement system. Upon adoption of this measure, separate legislative action will be required to increase the agency's Other Funds budget to support the expenditure of the increased fee revenue. The board previously increased fees in 2010.

# **Relevant Dates**

The measure declares an emergency and is effective July 1, 2025.

The fee increase applies to all contractor license renewals on or after July 1, 2024.

Measure: SB 5510