

SB 5510 STAFF MEASURE SUMMARY**Carrier:** Rep. Tran**Joint Committee On Ways and Means****Action Date:** 05/02/25**Action:** Do Pass.**House Vote****Yeas:** 7 - Bowman, Evans, Gomberg, Levy E, Sanchez, Smith G, Valderrama**Nays:** 3 - Cate, Drazan, Owens**Exc:** 2 - Breese-Iverson, Ruiz**Senate Vote****Yeas:** 7 - Broadman, Campos, Frederick, Girod, Lieber, Manning Jr, Sollman**Nays:** 2 - Bonham, McLane**Exc:** 2 - Anderson, Smith DB**Fiscal:** Has minimal fiscal impact**Revenue:** No revenue impact**Prepared By:** Benjamin Ruef, Budget Analyst**Meeting Dates:** 3/18, 4/16, 5/2**WHAT THE MEASURE DOES:**

SB 5510 ratifies a fee increase that was administratively approved during the 2023-25 interim. The bill increases the two-year licensing renewal fee from \$325 to \$400. Additional revenue from the fee for the 2025-27 biennium is estimated at \$2.8 million.

ISSUES DISCUSSED:

- Last fee increase in 2010 and fee structures
- Job site investigations
- Licensing system replacement project

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

The Board receives over 90% of its operating revenue from contractor license fees. Following a review of alternatives and public engagement, the Board approved an increase to the two-year license renewal fee—from \$325 to \$400—effective July 1, 2024. The previous fee adjustment occurred in 2010. The decision followed a four-month process that included discussion at three public meetings, an extended comment period, and outreach to approximately 80,000 stakeholders. The Board adopted the change with a tiered effective date and directed the agency to coordinate with an industry coalition to support more predictable future adjustments.