

152nd GENERAL ASSEMBLY **FISCAL NOTE**

BILL: **HOUSE BILL NO. 97**

SPONSOR: Representative Gray

DESCRIPTION: AN ACT TO AMEND TITLE 19 OF THE DELAWARE CODE RELATING TO THE

DELAWARE CONTRACTOR REGISTRATION ACT AND DECREASING THE

CONTRACTOR REGISTRATION FEE FOR CERTAIN CONTRACTORS.

Assumptions:

1. This Act becomes effective upon signature by the Governor. Upon signature, this Act takes effect on July 1, 2024.

- 2. This Act decreases the successive Contractor Registration Fee for contractors that have three or less employees, do not have a state contract, and have completed two consecutive years of registration, from \$300 to \$150 for a two-year registration period.
- 3. The Department of Labor's (DOL) vendor estimates that programming changes for the fee adjustment would cost \$55,000.
- 4. The DOL currently holds registrations for 3,419 employers with three or less employees. Approximately 1,538, or 45% of those hold public (non-state) contracts and would be eligible to pay the reduced fee after two consecutive years of registration.
- 5. The DOL currently uses collected registration fees to cover the costs of administration and enforcement. Upon implementation, those collections (Appropriated Special Funds (ASF)) will be reduced.

Cost:

One-Time ASF Revenue Loss

Fiscal Year 2024: \$55,000 Fiscal Year 2025:

No loss Fiscal Year 2026: \$230,700

Prepared by Julie Fedele Office of the Controller General

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