

Senate Engrossed

residential contractor assessments; recovery fund

State of Arizona  
Senate  
Fifty-sixth Legislature  
Second Regular Session  
2024

# SENATE BILL 1291

AN ACT

AMENDING SECTION 32-1126, ARIZONA REVISED STATUTES; RELATING TO CONTRACTORS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 32-1126, Arizona Revised Statutes, is amended to  
3 read:

4 32-1126. Fees

5 A. The license fees prescribed by this chapter are as follows:

6 1. Application and license fees for an original biennial license:

7 (a) For general residential contracting and subclassifications of  
8 general residential contracting, not more than \$500.

9 (b) For general commercial contracting and subclassifications of  
10 general commercial contracting, not more than \$1,500.

11 (c) For general dual licensed contracting, not more than \$2,000.

12 (d) For specialty residential contracting, not more than \$350.

13 (e) For specialty commercial contracting, not more than \$1,000.

14 (f) For specialty dual licensed contracting, not more than \$1,350.

15 2. Biennial license renewal ~~fee~~ FEES:

16 (a) For general residential contracting and subclassifications of  
17 general residential contracting, not more than \$320.

18 (b) For general commercial contracting and subclassifications of  
19 general commercial contracting, not more than \$1,000.

20 (c) For general dual licensed contracting, not more than \$1,320.

21 (d) For specialty residential contracting, not more than \$270.

22 (e) For specialty commercial contracting, not more than \$900.

23 (f) For specialty dual licensed contracting, not more than \$1,170.

24 B. The fee for an annual license renewal granted pursuant to  
25 section 32-1123.01 is one-half of the biennial license renewal fee.

26 C. The registrar may establish reasonable fees for services  
27 performed by the registrar relating to reexaminations, processing of  
28 applications, changes of qualifying party and approval of name changes on  
29 licenses.

30 D. The penalty for failure to apply for renewal of a license within  
31 the time prescribed by this chapter is \$50.

32 E. The registrar may establish a separate fee for examination.

33 F. The registrar may contract with private testing services to  
34 establish and administer such examinations and may authorize the payment  
35 of the examination fee to the private testing service.

36 G. Except as provided in section 32-1152, subsection C AND  
37 SUBSECTION H OF THIS SECTION, a person applying for a contractor license  
38 or for renewal of a contractor license to engage in residential  
39 contracting shall pay an assessment of ~~not more than \$600~~ \$370 FOR AN  
40 INITIAL LICENSE AND \$270 FOR LICENSE RENEWAL during the biennial license  
41 period for deposit in the residential contractors' recovery fund  
42 established by section 32-1132. If the registrar does not issue the  
43 license, the assessment shall be returned to the applicant.

1           H. IF AT THE END OF A FISCAL YEAR THE AMOUNT OF MONIES IN THE  
2 RESIDENTIAL CONTRACTORS' RECOVERY FUND ESTABLISHED BY SECTION 32-1132  
3 EXCEEDS \$15,000,000, THE ASSESSMENTS PRESCRIBED IN SUBSECTION G OF THIS  
4 SECTION SHALL BE REDUCED BY FIFTY PERCENT UNTIL THE AMOUNT OF MONIES IN  
5 THE RESIDENTIAL CONTRACTORS' RECOVERY FUND AT THE END OF A SUBSEQUENT  
6 FISCAL YEAR IS LESS THAN \$10,000,000. AT THAT TIME THE ASSESSMENTS SHALL  
7 BE REINSTATED TO THE FULL AMOUNTS PRESCRIBED IN SUBSECTION G OF THIS  
8 SECTION.