## IN THE HOUSE OF REPRESENTATIVES

## HOUSE BILL NO. 631

## BY STATE AFFAIRS COMMITTEE

AN ACT

- RELATING TO PUBLIC WORKS CONTRACTORS; AMENDING SECTION 54-1904, IDAHO CODE,
   TO REVISE PROVISIONS REGARDING CLASSES OF LICENSES CONTRACT LIMITS; AND
   DECLARING AN EMERGENCY AND PROVIDING AN EFFECTIVE DATE.
- 5 Be It Enacted by the Legislature of the State of Idaho:

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6 SECTION 1. That Section 54-1904, Idaho Code, be, and the same is hereby 7 amended to read as follows:

54-1904. CLASSES OF LICENSES -- RIGHTS GRANTED UNDER LICENSES -FEES. (1) There shall be eight (8) classes of licenses issued under the provisions of this chapter which are hereby designated as Classes Unlimited,
AAA, AA, A, B, CC, C and D, the maximum fee for which shall be as hereinafter
specified. Each applicant for a license shall specify the class of license
applied for in his application.

(2) For the purpose of licensing public works contractors under this
chapter the board may adopt rules necessary to determine the classification
according to their responsibility, and the type and scope of the operations
of a licensed contractor to those in which he is classified and qualified to
engage as in this chapter provided.

(3) The license classes shall be as follows:

Class "Unlimited" license. Any contractor whose qualifica-20 (a) tions, ability and responsibility to execute contracts for public 21 22 works involving an estimated cost of more than five million dollars 23 (\$5,000,000) may, upon application and payment of a license fee not to exceed six hundred dollars (\$600), be granted a Class "Unlimited" 24 license and be so classified by the board in accordance with the provi-25 sions of this chapter. The holder of a Class "Unlimited" license shall 26 be entitled to engage in the public works contracting business in this 27 state as provided in said license. The renewal fee for a Class "Unlim-28 ited" license shall not exceed six hundred dollars (\$600). An applicant 29 requesting a Class "Unlimited" license in heavy, highway, specialty 30 or building construction shall have a minimum net worth of one million 31 dollars (\$1,000,000) with six hundred thousand dollars (\$600,000) in 32 33 working capital.

(b) Class "AAA" license. Any contractor whose qualifications, ability 34 and responsibility to execute contracts for public works involving an 35 36 estimated cost of not more than five million dollars (\$5,000,000) may, upon his application and the payment of a license fee not to exceed five 37 hundred dollars (\$500), be granted a Class "AAA" license and be so clas-38 sified by the board in accordance with the provisions of this chapter. 39 The holder of a Class "AAA" license shall be entitled to engage in the 40 public works contracting business in the state as provided in said li-41

cense. The renewal fee for a Class "AAA" license shall not exceed five hundred dollars (\$500).

(c) Class "AA" license. Any contractor whose qualifications, ability 3 and responsibility to execute contracts for public works involving an 4 estimated cost of not more than three million dollars (\$3,000,000) may, 5 upon his application and the payment of a license fee not to exceed four 6 hundred dollars (\$400), be granted a Class "AA" license and be so clas-7 sified by the board in accordance with the provisions of this chapter. 8 The holder of a Class "AA" license shall be entitled to engage in the 9 10 public works contracting business in the state as provided in said license. The renewal fee for a Class "AA" license shall not exceed four 11 hundred dollars (\$400). 12

(d) Class "A" license. Any contractor whose qualifications, ability 13 and responsibility to execute contracts for public works involving an 14 estimated cost of not more than one million two hundred fifty thousand 15 16 dollars (\$1,250,000) may, upon his application and the payment of a license fee not to exceed three hundred dollars (\$300), be granted a Class 17 "A" license and be so classified by the board in accordance with the pro-18 visions of this chapter. The holder of a Class "A" license shall be en-19 20 titled to engage in the public works contracting business in the state 21 as provided in said license. The renewal fee for a Class "A" license shall not exceed three hundred dollars (\$300). 22

(e) Class "B" license. Any contractor whose qualifications, ability 23 and responsibility to execute contracts for public works involving an 24 estimated cost of not more than six hundred thousand dollars (\$600,000) 25 nine hundred thousand dollars (\$900,000), may, upon his application and 26 the payment of a license fee not to exceed two hundred dollars (\$200) be 27 granted a Class "B" license and be so classified by the board in accor-28 dance with the provisions of this chapter. The holder of a Class "B" li-29 cense shall be entitled to engage in the public works contracting busi-30 ness in the state as provided in said license. The renewal fee for a 31 Class "B" license shall not exceed two hundred dollars (\$200). 32

(f) Class "CC" license. Any contractor whose qualifications, ability 33 34 and responsibility to execute contracts for public works involv-35 ing an estimated cost of not more than four hundred thousand dollars (\$400,000) six hundred thousand dollars (\$600,000), may, upon his ap-36 plication and the payment of a license fee not to exceed one hundred 37 fifty dollars (\$150), be granted a Class "CC" license and be so classi-38 fied by the board in accordance with the provisions of this chapter. The 39 holder of a Class "CC" license shall be entitled to engage in the public 40 works contracting business in the state as provided in said license. 41 The renewal fee for a Class "CC" license shall not exceed one hundred 42 fifty dollars (\$150). 43

(g) Class "C" license. Any contractor whose qualifications, ability
 and responsibility to execute contracts for public works involving an
 estimated cost of not more than two hundred thousand dollars (\$200,000)
 four hundred thousand dollars (\$400,000), may, upon his application and
 the payment of a license fee not to exceed one hundred dollars (\$100), be
 granted a Class "C" license and be so classified by the board in accor dance with the provisions of this chapter. The holder of a Class "C" li-

1 cense shall be entitled to engage in the public works contracting busi-2 ness in the state as provided in said license. The renewal fee for a 3 Class "C" license shall not exceed one hundred dollars (\$100).

(h) Class "D" license. Any contractor whose qualifications, ability 4 and responsibility to execute contracts for public works involving an 5 estimated cost of not more than fifty thousand dollars (\$50,000) two 6 hundred thousand dollars (\$200,000), may, upon his application and 7 the payment of a license fee not to exceed fifty dollars (\$50.00), be 8 granted a Class "D" license and be so classified by the board in accor-9 dance with the provisions of this chapter. The holder of a Class "D" 10 license shall be entitled to engage in the public works contracting 11 business in the state as provided in said license. The renewal fee for a 12 Class "D" license shall not exceed fifty dollars (\$50.00). 13

(4) The board shall be vested with the power to fix annually the amount
of the original and renewal license fees for each class of license for the
ensuing license year. The amount of the license fee so fixed shall not exceed
the maximum fee set forth in this section.

(5) Each license issued by the administrator shall clearly indicate the
type and scope of work for which the licensee is qualified and licensed. The
holder of the license shall be permitted to submit proposals for and perform
only those types of work specified in each license. The administrator may
extend the permissible type or scope of work to be done under any license when
it is determined by the administrator that the applicant meets all of the requirements of this chapter to qualify him to do such other work.

25 (6) The total of any single bid on a given public works project, or the 26 aggregate total of any split bids, or the aggregate of any base bid and any alternate bid items, or the aggregate total of any separate bid by a licensee 27 of any class, except Class "Unlimited," shall not exceed the estimated cost 28 29 or bid limit of the class of license held by the licensee. The aggregate total of bids shall include all bids of subcontractors. Subcontractor bids 30 shall not be considered a separate bid for the purposes of computing the bid 31 on a given public works project. 32

33 SECTION 2. An emergency existing therefor, which emergency is hereby
 34 declared to exist, this act shall be in full force and effect on and after
 35 July 1, 2024.