

Require local governments that issue building permits to supply subcontractor information to the Department of Revenue

Description

This proposal would:

- Require local governments to provide information to the state that would identify unregistered contractors that are not paying taxes. The Department would share this information with the Department of Labor and Industries and the Employment Security Department.
- Require local governments (cities, towns, and counties) that issue building permits to request -- at the time of final inspection -- the names, contractor registration numbers, and unified business identifier numbers of any subcontractors performing work on the project.
- Apply to residential construction projects only.

Current Law

Building permit applicants must provide information about the general contractor but not subcontractors. However, this information is not shared by all localities with state agencies.

Revenue Impact

General Fund Impacts (\$ millions):

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$0	\$2.6	\$2.6

Notes:

- *Estimates assume a July 1, 2012, effective date, representing 11 months of collections for FY 2013.*
- *Estimates reflect the November 2011 Economic & Revenue Forecast Council revenue forecast..*

Expenditure Impact

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$42,900	\$77,600	\$120,500