

New License Classifications and Insurance requirements for General Contractors.

4-36-030 License classifications.

General contractor licenses shall be divided into the classifications, which follow. The holders of such licenses shall be entitled to engage in the business of general contractor within the city subject to the following limitations:

Class A license: The holder of a Class A license is subject to no limitation as to the value of any single contract project.

Class B license: The holder of a Class B license is not entitled to engage in the construction of any single contract project of a value in excess of ~~\$1,000,000.00~~ \$10,000,000.00.

Class C license: The holder of a Class C license is not entitled to engage in the construction of any single contract project of a value in excess of ~~\$500,000.00~~ \$5,000,000.00.

Class D license: The holder of a Class D license is not entitled to engage in the construction of any single contract project of a value in excess of ~~\$200,000.00~~ \$2,000,000.00.

Class E license: The holder of a Class E license is not entitled to engage in the construction of any single contract project of a value in excess of ~~\$50,000.00~~ \$500,000.00.

4-36-090 Proof of insurance--Required.

Prior to the issuance of a general contractor license, each applicant shall furnish a certificate of insurance, issued by an insurer authorized to insure in Illinois with a credit rating of B+ or higher by A.M. Best Company, evidencing commercial general liability insurance as follows:

- (A) If the applicant is applying for a Class A license: limits of not less than \$5,000,000.00 per occurrence (primary or umbrella) for bodily injury and property damage arising in any way from the issuance of the license;
- (B) If the applicant is applying for a Class B license: limits of not less than \$3,000,000.00 per occurrence (primary or umbrella) for bodily injury or property damage arising in any way from the issuance of the license;
- (C) If the applicant is applying for a Class C license: limits of not less than ~~\$2,500,000.00~~ \$1,000,000.00 per occurrence, ~~\$2,000,000.00~~ \$2,000,000.00 in the aggregate combined single limit, for bodily injury or property damage arising in any way from the issuance of the license;
- (D) If the applicant is applying for a Class D license: limits of not less than ~~\$2,000,000.00~~ \$1,000,000.00 per occurrence, ~~\$2,000,000.00~~ \$2,000,000.00 in the aggregate combined single limit, for bodily injury or property damage arising in any way from the issuance of the license;
- (E) If the applicant is applying for a Class E license: limits of not less than \$1,000,000.00 per occurrence for bodily injury or property damage arising in any way from the issuance of the license.

Each policy of insurance required under this section shall include a provision requiring 30 days advance notice to the commissioner prior to cancellation or lapse of the policy. The licensee shall maintain the insurance required under this section in full force and effect for the duration of the license period. A single violation of this section shall result in suspension or revocation of the general contractor license in accordance with Section 4-4-280 of this Code.

Each policy of insurance required under this section shall name the City of Chicago as an additional insured on a primary, non-contributory basis.

License Fee

Class A \$2,000

Class B \$1,000

Class C \$750

Class D \$500

Class E \$300