By: Representative Fleming

To: Judiciary B

HOUSE BILL NO. 175

- AN ACT TO AMEND SECTION 31-3-13, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE BOARD OF CONTRACTORS MAY ENLIST THE ASSISTANCE OF THE COURTS TO COLLECT FINES AND ENFORCE ORDERS; AND FOR RELATED
- 4 PURPOSES.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 6 **SECTION 1.** Section 31-3-13, Mississippi Code of 1972, is
- 7 amended as follows:
- 8 31-3-13. The board shall have the following powers and
- 9 responsibilities:
- 10 (a) To receive applications for certificates of
- 11 responsibility, to investigate and examine applicants for same by
- 12 holding hearings and securing information, to conduct
- 13 examinations, and to issue certificates of responsibility to such
- 14 contractors as the board finds to be responsible. One-fourth
- 15 (1/4) of the certificates scheduled for renewal on the last day of
- 16 December 1980, shall be reviewed by the board on the first Tuesday
- 17 in January 1981. The remaining certificates shall be subject to
- 18 renewal in the following manner: One-fourth (1/4) on the first
- 19 Tuesday in April 1981; one-fourth (1/4) on the first Tuesday in
- 20 July 1981; and one-fourth (1/4) on the first Tuesday in October
- 21 1981. The board is authorized to extend the dates of expiration
- 22 of certificates to coincide with the scheduled date of review of
- 23 individual contractors. Except for the certificates extended from
- 24 December 31, 1980, to the first Tuesday in January 1981, the board
- 25 shall charge fees for the extension of certificates as follows:
- 26 (i) Twenty-five Dollars (\$25.00) if the date of
- 27 renewal of the extended certificate is the first Tuesday in April
- 28 1981;

```
(ii) Fifty Dollars ($50.00) if the date of renewal
29
30
    of the extended certificate is the first Tuesday in July 1981; and
                          Seventy-five Dollars ($75.00) if the date of
31
                    (iii)
32
    renewal of the extended certificate is the first Tuesday in
33
    October 1981.
         The extended certificates renewed in compliance with this
34
    paragraph (a) and all original certificates and renewals thereof
35
    issued on or after July 1, 1980, shall expire one (1) year from
36
    the date of issuance. No certificate or any renewal thereof shall
37
    be issued until the application has been on file with the board
38
39
    for at least thirty (30) days. Application for renewal of
    certificates of responsibility, together with the payment of a
40
    special privilege license tax as provided under this chapter,
41
    shall serve to extend the current certificate until the board
42
    either renews the certificate or denies the application.
43
         No certificate of responsibility or any renewal thereof shall
44
45
    be issued until the applicant furnishes to the board his
    Mississippi state sales tax number or Mississippi state use tax
46
    number and his state income tax identification numbers.
47
48
         Additional fees may be required as provided in Section
    31-3-14.
49
50
         The board shall conduct an objective, standardized
    examination of an applicant for a certificate to ascertain the
51
    ability of the applicant to make practical application of his
52
53
    knowledge of the profession or business of construction in the
    category or categories for which he has applied for a certificate
54
55
    of responsibility. The cost of the test and the cost of
    administering the test shall be paid for by applicants for
56
    certificates of responsibility at the time applications are filed.
57
    The board shall investigate thoroughly the past record of all
58
    applicants, which will include an effort toward ascertaining the
59
60
    qualifications of applicants in reading plans and specifications,
```

estimating costs, construction ethics, and other similar matters.

61

- 62 The board shall take all applicants under consideration after
- 63 having examined him or them and go thoroughly into the records and
- 64 examinations, prior to granting any certificate of responsibility.
- 65 If the applicant is an individual, examination may be taken by his
- 66 personal appearance for examination or by the appearance for
- 67 examination of one or more of his responsible managing employees;
- 68 and if a copartnership or corporation or any other combination or
- 69 organization, by the examination of one or more of the responsible
- 70 managing officers or members of the executive staff of the
- 71 applicant's firm, according to its own designation.
- 72 (b) To conduct thorough investigations of all
- 73 applicants seeking renewal of their licenses and of all complaints
- 74 filed with the board concerning the performance of a contractor on
- 75 a public or private project.
- 76 (c) To obtain information concerning the responsibility
- 77 of any applicant for a certificate of responsibility or a holder
- 78 of a certificate of responsibility under this chapter. Such
- 79 information may be obtained by investigation, by hearings, or by
- 80 any other reasonable and lawful means. The board shall keep such
- 81 information appropriately filed and shall disseminate same to any
- 82 interested person. The board shall have the power of subpoena.
- 83 (d) To maintain a list of contractors to whom
- 84 certificates of responsibility are issued, refused, revoked or
- 85 suspended, which list shall be available to any interested person.
- 86 Such list shall indicate the kind or kinds of works or projects
- 87 for which a certificate of responsibility was issued, refused,
- 88 revoked or suspended.
- (e) To revoke by order entered on its minutes a
- 90 certificate of responsibility upon a finding by the board that a
- 91 particular contractor is not responsible, and to suspend such
- 92 certificate of responsibility in particular cases pending
- 93 investigation, upon cause to be stated in the board's order of
- 94 suspension. No such revocation or suspension shall be ordered

without a hearing conducted upon not less than ten (10) days'

notice to such certificate holder by certified or registered mail,

wherein the holder of the certificate of responsibility shall be

given an opportunity to present all lawful evidence which he may

offer.

- (f) To adopt rules and regulations setting forth the requirements for certificates of responsibility, the revocation or suspension thereof, and all other matters concerning same; rules and regulations governing the conduct of the business of the board and its employees; and such other rules and regulations as the board finds necessary for the proper administration of this chapter, including those for the conduct of its hearings on the revocation or suspension of certificates of responsibility. Such rules and regulations shall not conflict with the provisions of this chapter.
- 110 (g) The board shall have the power and responsibility
 111 to classify the kind or kinds of works or projects that a
 112 contractor is qualified and entitled to perform under the
 113 certificate of responsibility issued to him. Such classification
 114 shall be specified in the certificate of responsibility.

The powers of the State Board of Contractors shall not extend to fixing a maximum limit in the bid amount of any contractor, or the bonding capacity, or a maximum amount of work which a contractor may have under contract at any time, except as stated in paragraph (a) of this section; and the Board of Contractors shall not have jurisdiction or the power or authority to determine the maximum bond a contractor may be capable of obtaining. The board, in determining the qualifications of any applicant for an original certificate of responsibility or any renewal thereof, shall, among other things, take into consideration the following: (1) experience and ability, (2) character, (3) the manner of

performance of previous contracts, (4) financial condition, (5)

- 128 (9) ability to perform satisfactorily work under contract at the
- 129 time of an application for a certificate of responsibility or a
- 130 renewal thereof, (10) default in complying with provisions of this
- 131 law, or any other law of the state, and (11) the results of
- 132 objective, standardized examinations. A record shall be made and
- 133 preserved by the board of each examination of an applicant and the
- 134 findings of the board thereon, and a certified copy of the record
- 135 and findings shall be furnished to any applicant desiring to
- 136 appeal from any order or decision of the board.
- (h) The board shall enter upon its minutes an order or
- 138 decision upon each application filed with it, and it may state in
- 139 such order or decision the reason or reasons for its order or
- 140 decision.
- 141 Upon failure of the board to enter an order or decision upon
- 142 its minutes as to any application within one hundred eighty (180)
- 143 days from the date of filing such application, the applicant shall
- 144 have the right of appeal as otherwise provided by this chapter.
- 145 The holder of any valid certificate of responsibility issued
- 146 by the Board of Public Contractors prior to January 1, 1986, shall
- 147 be automatically issued a certificate of responsibility by the
- 148 State Board of Contractors for the same classification or
- 149 classifications of work which the holder was entitled to perform
- 150 under the State Board of Public Contractors Act.
- 151 (i) To enlist the assistance of the courts in
- 152 collecting fines and enforcing orders.
- 153 SECTION 2. This act shall take effect and be in force from
- 154 and after July 1, 2002.