By: Senator(s) Kirby

To: Municipalities; County Affairs

## SENATE BILL NO. 2401

- AN ACT TO AMEND SECTION 27-17-457, MISSISSIPPI CODE OF 1972, TO CLARIFY LOCAL IMPOSITION OF PRIVILEGE LICENSE FEES AGAINST
- 3 BUILDING-INDUSTRY CONTRACTORS; TO CODIFY SECTION 17-27-1,
- 4 MISSISSIPPI CODE OF 1972, TO REQUIRE MUNICIPALITIES AND COUNTIES
- 5 TO GRANT EXAMINATION RECIPROCITY UNDER CERTAIN CIRCUMSTANCES; AND
- 6 FOR RELATED PURPOSES.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 8 SECTION 1. Section 27-17-457, Mississippi Code of 1972, is
- 9 amended as follows:
- 10 27-17-457. (1) No contractor, including, but not limited
- 11 to, any electrical, plumbing, heating and air conditioning, water
- 12 and sewer, roofing or mechanical contractor \* \* \* who holds a
- 13 privilege license under this chapter shall \* \* \* advertise to the
- 14 public that he is "licensed" unless he is \* \* \* in compliance with
- 15 all competency examination requirements of the local jurisdiction
- 16 in which he does business or holds a current license or
- 17 certificate of responsibility from the State Board of Contractors.
- 18 Any officer collecting privilege tax may suspend the issuance or
- 19 renewal of a privilege license \* \* \* until such time as the
- 20 licensee is in compliance with the provisions of this section. If
- 21 a person advertises himself to the public as "licensed," the
- 22 person must state to the public that he is "licensed by the city
- of" or "county of" followed by the name or names of the
- 24 appropriate cities and counties in which the person \* \* \*
- 25 currently holds a license issued on the basis of a competency
- 26 <u>exam,</u> \* \* \* or, if \* \* \* appropriate, "licensed by the State Board
- 27 of Contractors."
- 28 (2) No additional privilege license fee shall be required in
- 29 order for a contractor having a single business location to do

- 30 business in another municipality or county in the state if the
- 31 contractor has paid a privilege license fee in the municipality or
- 32 county where he is domiciled. However, every jurisdiction in
- 33 which a contractor does business may impose its own separate
- 34 bonding requirements on the contractor desiring to do business
- 35 there.
- 36 (3) Any contractor who operates more than one (1) separate
- 37 place of business within the state must obtain the appropriate
- 38 privilege license and pay the privilege license fee for each
- 39 location if required by the local jurisdiction.
- 40 **SECTION 2.** The following shall be codified as Section
- 41 17-27-1, Mississippi Code of 1972:
- 42 17-27-1. Every municipality and county of the State of
- 43 Mississippi shall grant competency examination reciprocity to any
- 44 contractor, including, but not limited to, any electrical,
- 45 plumbing, heating and air conditioning, water and sewer, roofing
- 46 or mechanical contractor, who is licensed by another municipality
- 47 or county of this state without imposing any further competency
- 48 examination requirements provided:
- 49 (a) That the contractor furnishes evidence that he has
- 50 a license issued on the basis of a competency examination
- 51 administered in one (1) municipality or county of the State of
- 52 Mississippi which has an examining board that regularly gives a
- 53 written examination which has been approved by the State Board of
- 54 Public Contractors or the Building Officials Association of
- 55 Mississippi;
- 56 (b) That he furnishes evidence that he actually took
- 57 and passed the written examination which qualified him for such
- 58 license; however, in lieu thereof, he may furnish evidence that
- 59 he was issued a license prior to May 1, 1972, and prior to the
- 60 existence of a written examination by a county or municipality
- 61 which has an examining board that requires written examination to
- 62 qualify for a license;

63 (c)	That	he	has	been	actively	engaged	in	the	business
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- 64 for which he is licensed for two (2) years or more;
- (d) That he has held a license for his business for one
- 66 (1) year or more; and
- (e) That he pays the license fee to the municipality or
- 68 county to which application is made for a license unless he holds
- 69 a current certificate of responsibility issued by the State Board
- 70 of Public Contractors, in which case no license fee shall be
- 71 collected.
- 72 **SECTION 3.** This act shall take effect and be in force from
- 73 and after July 1, 2002.