MISSISSIPPI LEGISLATURE

By: Senator(s) Jackson

To: Business and Financial Institutions

SENATE BILL NO. 2975

AN ACT TO AMEND SECTION 73-59-13, MISSISSIPPI CODE OF 1972, 1 TO AUTHORIZE THE STATE BOARD OF CONTRACTORS TO SEND AN INSPECTOR 2 EMPLOYED BY A GOVERNING AUTHORITY OF ANY COUNTY OR MUNICIPALITY OR BY THE FEDERAL GOVERNMENT TO INSPECT RESIDENTIAL BUILDINGS WHICH 3 4 ARE THE SUBJECT OF COMPLAINTS FILED WITH THE BOARD; AND FOR 5 RELATED PURPOSES. 6 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 73-59-13, Mississippi Code of 1972, is 8 amended as follows: 9 10 73-59-13. (1) The board, upon satisfactory proof and in accordance with the provisions of this chapter and the regulations 11 of the board pertaining thereto, is authorized to take the 12 disciplinary actions provided for in this section against any 13 person for any of the following reasons: 14 (a) Violating any of the provisions of this chapter or 15 the rules or regulations of the board pertaining to the work of 16 residential building or residential improvement; 17 (b) Fraud, deceit or misrepresentation in obtaining a 18 license; 19 20 (C) Gross negligence or misconduct; Engaging in work of residential building or 21 (\mathbf{D}) residential improvement on an expired license or while under 22 suspension or revocation of license unless the suspension or 23 revocation be abated in accordance with this chapter; 24 (e) Loaning a license to an unlicensed person; 25 Failing to maintain workers' compensation 26 (f) 27 insurance, if applicable; or Failing to pay for goods or services for which the (g) 28 builder is contractually bound. 29 S. B. No. 2975 G1/2

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30 (2) Any person, including members of the board, may prefer 31 charges against any other person for committing any of the acts 32 set forth in subsection (1) of this section. Such charges shall 33 be sworn to, either upon actual knowledge or upon information and 34 belief, and shall be filed with the board.

The board shall investigate all charges filed with it and, upon finding reasonable cause to believe that the charges are not frivolous, unfounded or filed in bad faith, may, in its discretion, cause a hearing to be held, at a time and place fixed by the board, regarding the charges and may compel the accused by subpoena to appear before the board to respond to such charges.

The board shall send a certified or licensed inspector, or an 41 42 inspector employed as such by a governing authority of any county or municipality or by the federal government, to inspect the 43 building or structure which is the subject of a complaint or the 44 board may use a county certified building inspector from the 45 county where the building or structure is located to inspect the 46 47 building or structure which is the subject of a complaint. The report of the inspector shall be used in the investigation and the 48 49 determination of the board. The provisions above shall only apply 50 to hearings.

51 No disciplinary action may be taken until the accused has been furnished both a statement of the charges against him and 52 notice of the time and place of the hearing thereon, which shall 53 54 be personally served on such accused or mailed by certified mail, return receipt requested, to the last known business or residence 55 address of the accused not less than thirty (30) days prior to the 56 date fixed for the hearing. The complaining party shall be 57 notified of the place and time of the hearing by mail to the last 58 59 known business or residence address of the complaining party not less than thirty (30) days prior to the date fixed for the 60 61 hearing.

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At any hearing held hereunder, the board shall have the (3) 62 power to subpoena witnesses and compel their attendance and may 63 also require the production of books, papers, documents or other 64 65 materials which may be pertinent to the proceedings. The board 66 may designate or secure a hearing officer to conduct the hearing. All evidence shall be presented under oath, which may be 67 administered by any member of the board, and thereafter the 68 proceedings may, if necessary, be transcribed in full by a court 69 reporter and filed as part of the record in the case. Copies of 70 such transcriptions may be provided to any party to the 71 72 proceedings at a price reflecting actual cost, to be fixed by the 73 board.

All witnesses who are subpoenaed and appear in any proceedings before the board shall receive the same fees and mileage as allowed by law to witnesses in county, circuit and chancery court pursuant to Section 25-7-47, Mississippi Code of 1972, and all such fees shall be taxed as part of the costs in the case.

When, in any proceeding before the board, any witness shall 80 81 fail or refuse to attend upon subpoena issued by the board, shall refuse to testify, or shall refuse to produce any books and papers 82 83 the production of which is called for by the subpoena, the attendance of such witness and the giving of his testimony and the 84 production of the books and papers shall be enforced by any court 85 86 of competent jurisdiction of this state in the manner provided for the enforcement of attendance and testimony of witnesses in civil 87 cases in the courts of this state. 88

The accused and the complaining party shall have the right to be present at the hearing in person, by counsel or other representative, or both. The board is authorized for proper cause to continue or recess the hearing as may be necessary.

93 (4) At the conclusion of the hearing, the board may either94 decide the issue at that time or take the case under advisement

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The board shall render its decision not 95 for further deliberation. more than ninety (90) days after the close of the hearing and 96 shall forward to the last known business or residence address of 97 98 the accused, by certified mail, return receipt requested, a 99 written statement of the decision of the board.

If a majority of the board finds the accused guilty of 100 (5) the charges filed, the board may: 101

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Issue a public or private reprimand; (a)

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Suspend or revoke the license of the accused; or (b) In lieu of or in addition to any reprimand, 104 (C) 105 suspension or revocation, assess and levy upon the guilty party a monetary penalty of not less than One Hundred Dollars (\$100.00) 106 nor more than Five Thousand Dollars (\$5,000.00) for each 107

108 violation.

A monetary penalty assessed and levied under this 109 (6) section shall be paid to the board upon the expiration of the 110 period allowed for appeal of such penalties under this section or 111 112 may be paid sooner if the quilty party elects. Money collected by the board under this section shall be deposited to the credit of 113 114 the State Board of Contractors' Fund.

When payment of a monetary penalty assessed and levied by the 115 116 board in accordance with this section is not paid when due, the board shall have the power to institute and maintain proceedings 117 in its name for enforcement of payment in the chancery court of 118 119 the county of residence of the delinquent party; however, if the delinquent party is a nonresident of the State of Mississippi, 120 such proceedings shall be in the Chancery Court of the First 121 Judicial District of Hinds County, Mississippi. 122

123 When the board has taken a disciplinary action under (7) 124 this section, the board may, in its discretion, stay such action and place the guilty party on probation for a period not to exceed 125 126 one (1) year upon the condition that such party shall not further 127 violate either the laws of the State of Mississippi pertaining to

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128 the practice of residential construction or residential remodeling 129 or the bylaws, rules or regulations promulgated by the board.

(8) The board shall not assess any of the costs of
disciplinary proceedings conducted pursuant to this section
against the prevailing party.

(9) The power and authority of the board to assess and levy the monetary penalties provided for in this section shall not be affected or diminished by any other proceedings, civil or criminal, concerning the same violation or violations except as provided in this section.

(10) The board, for sufficient cause, may reissue a revokedlicense whenever a majority of the board members vote to do so.

(11)Any person aggrieved by any order or decision of the 140 board may appeal within ten (10) days from the date of adjournment 141 of the session at which the board rendered such order or decision, 142 and may embody the facts, order and decision in a bill of 143 exceptions which shall be signed by the person acting as chairman 144 The board shall transmit the bill of exceptions to 145 of the board. either the chancery court of the county of residence of the 146 147 appellant, or the Chancery Court of the First Judicial District of Hinds County, at the election of the appellant, and the court or 148 149 chancellor shall hear and determine the same either in termtime or in vacation, on the case as presented by the bill of exceptions, 150 as an appellant court, and shall affirm or reverse the judgment. 151 If the judgment be reversed, the chancery court or chancellor 152 shall render such order or judgment as the board ought to have 153 rendered, and certify the same to the board; and costs shall be 154 155 awarded as in other cases. The board may employ counsel to defend such appeals, to be paid out of the funds in the State Board of 156 Contractors' Fund. 157

The remedies provided under this chapter for any aggrieved applicant shall not be exclusive, but shall be cumulative of and

S. B. No. 2975 02/SS02/R1207 PAGE 5 160 supplemental to any other remedies which he may otherwise have in 161 law or in equity, whether by injunction or otherwise.

(12) Any political subdivision or agency of this state which receives a complaint against a residential builder or remodeler shall, in addition to exercising whatever authority such political subdivision or agency has been given over such complaint, forward the complaint to the board.

167 (13) In addition to the reasons specified in subsection (1) of this section, the board shall be authorized to suspend the 168 license of any licensee for being out of compliance with an order 169 170 for support, as defined in Section 93-11-153. The procedure for suspension of a license for being out of compliance with an order 171 for support, and the procedure for the reissuance or reinstatement 172 of a license suspended for that purpose, and the payment of any 173 fees for the reissuance or reinstatement of a license suspended 174 for that purpose, shall be governed by Section 93-11-157 or 175 93-11-163, as the case may be. Actions taken by the board in 176 177 suspending a license when required by Section 93-11-157 or 93-11-163 are not actions from which an appeal may be taken under 178 179 this section. Any appeal of a license suspension that is required by Section 93-11-157 or 93-11-163 shall be taken in accordance 180 181 with the appeal procedure specified in Section 93-11-157 or 182 93-11-163, as the case may be, rather than the procedure specified If there is any conflict between any provision 183 in this section. 184 of Section 93-11-157 or 93-11-163 and any provision of this chapter, the provisions of Section 93-11-157 or 93-11-163, as the 185 186 case may be, shall control.

187 SECTION 2. This act shall take effect and be in force from 188 and after July 1, 2002.

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ST: State Board of Contractors; may send inspector employed by county, municipality or fed government to inspect residential buildings.