By: Senator(s) Flowers, Mettetal, White, Doxey

To: Business and Financial Institutions

## SENATE BILL NO. 2698

- AN ACT TO REENACT SECTIONS 73-59-1 THROUGH 73-59-19,
  MISSISSIPPI CODE OF 1972, WHICH PROVIDE FOR THE LICENSING AND
  REGULATION OF RESIDENTIAL BUILDERS AND REMODELERS; TO REENACT
  SECTIONS 31-3-3 AND 31-3-5, MISSISSIPPI CODE OF 1972, WHICH
  PROVIDE FOR THE STATE BOARD OF CONTRACTORS AND PROVIDE FOR THE
  ORGANIZATION AND ADMINISTRATION OF THE BOARD; TO AMEND SECTION 14,
  CHAPTER 345, LAWS OF 2000, TO EXTEND THE REPEALER REGARDING THE
  LICENSING AND REGULATION OF RESIDENTIAL BUILDERS AND REMODELERS
  AND THE STATE BOARD OF CONTRACTORS; AND FOR RELATED PURPOSES.
- 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 11 **SECTION 1.** Section 73-59-1, Mississippi Code of 1972, is
- 12 reenacted as follows:
- 73-59-1. For the purposes of this chapter, the following words shall have the meanings ascribed herein:
- 15 (a) "Board" means the State Board of Contractors
  16 created in Section 31-3-3, Mississippi Code of 1972.
- 17 (b) "Residential builder" means any corporation,
- 18 partnership or individual who constructs a building or structure
- 19 for sale for use by another as a residence or who, for a fixed
- 20 price, commission, fee, wage or other compensation, undertakes or
- 21 offers to undertake the construction, or superintending of the
- 22 construction, of any building or structure which is not more than
- 23 three (3) floors in height, to be used by another as a residence,
- 24 when the cost of the undertaking exceeds Fifty Thousand Dollars
- 25 (\$50,000.00).
- 26 (c) "Remodeler" means any corporation, partnership or
- 27 individual who, for a fixed price, commission, fee, wage or other
- 28 compensation, undertakes or offers to undertake the construction,
- 29 or superintending of the construction, of improvements to an

- 30 existing residence when the cost of the improvements exceeds Ten
- 31 Thousand Dollars (\$10,000.00).
- 32 (d) "Residential construction" means any undertaking
- 33 described in paragraph (b) of this section performed by a
- 34 residential builder.
- 35 (e) "Residential improvement" means any undertaking
- 36 described in paragraph (c) of this section performed by a
- 37 remodeler.
- 38 **SECTION 2.** Section 73-59-3, Mississippi Code of 1972, is
- 39 reenacted as follows:
- 40 73-59-3. (1) Except as otherwise provided in Section
- 41 73-59-15, persons who perform residential construction or
- 42 residential improvement shall be licensed by the board annually,
- 43 and, as a prerequisite to obtaining a license or renewal thereof,
- 44 each shall submit to the board:
- 45 (a) Proof of workers' compensation insurance, if
- 46 applicable;
- 47 (b) A federal employment identification number or
- 48 social security number.
- 49 (2) The board shall not require liability insurance to be
- 50 licensed under this chapter but if a licensee has liability
- 51 insurance it shall be reflected on the certificate of licensure.
- 52 (3) The board shall issue or renew a license to a
- 53 residential builder or remodeler upon payment to the board of the
- 54 license fee. The initial license fee shall be Fifty Dollars
- 55 (\$50.00). The license fee may thereafter be increased or
- 56 decreased by the board and cannot exceed One Hundred Dollars
- 57 (\$100.00); however, the receipts from fees collected by the board
- 58 shall be no greater than the amount required to pay all costs and
- 59 expenses incurred by the board in enforcing the provisions of this
- 60 chapter. Twenty-five Dollars (\$25.00) of the fee required by this
- 61 section which is assessed to residential builders licensed under
- 62 the provisions of Section 73-59-1 et seq. shall be deposited to

- 63 the Construction Education Fund created pursuant to Section
- 64 31-3-14 and shall be distributed to the Mississippi Housing
- 65 Institute. The remaining fees collected under this chapter shall
- 66 be deposited into the special fund in the State Treasury known as
- 67 the "State Board of Contractor's Fund" created pursuant to Section
- 68 31-3-17 and shall be used for the administration and enforcement
- 69 of this chapter and as provided in Section 31-3-14. Amounts in
- 70 such fund shall not lapse into the State General Fund at the end
- 71 of a fiscal year. Interest accrued to such fund shall remain in
- 72 the fund. All expenditures from the special fund shall be by
- 73 requisition to the Department of Finance and Administration,
- 74 signed by the executive secretary of the board and countersigned
- 75 by the chairman or vice chairman of the board.
- 76 (4) The license shall expire on the last day of the twelfth
- 77 month following its issuance or renewal and shall become invalid
- 78 unless renewed. The board shall notify by mail every licensee
- 79 under this chapter of the date of the expiration of his license
- 80 and the amount of the fee required for renewal of the license for
- 81 one (1) year. Such notice shall be mailed within thirty (30) days
- 82 prior to the expiration date of the license. The failure on the
- 83 part of any licensee to renew his license annually in such twelfth
- 84 month shall not deprive such licensee of the right of renewal,
- 85 provided that renewal is effected within one hundred twenty (120)
- 86 days after the expiration date of the license by payment of the
- 87 license fee plus a penalty of ten percent (10%) of the license
- 88 fee. A new license required to replace a revoked, lost, mutilated
- 89 or destroyed license may be issued, subject to the rules of the
- 90 board, for a charge of not more than Twenty-five Dollars (\$25.00).
- 91 (5) Any person who is not a resident of the State of
- 92 Mississippi who desires to perform residential construction or
- 93 residential improvement shall be licensed to perform such
- 94 construction or improvement as provided by this chapter.

95 **SECTION 3.** Section 73-59-5, Mississippi Code of 1972, is 96 reenacted as follows:

73-59-5. Any corporation, partnership or individual seeking 97 98 to be licensed and examined under this chapter shall file with the 99 board at least thirty (30) days prior to the next meeting of the 100 board a written application on such form as may be prescribed by 101 the board. Such application shall be accompanied by the payment 102 of the license fee. If the application sufficiently contains the 103 information required pursuant to this chapter, the applicant shall be examined by the board at its next meeting using a uniform 104 105 written examination prescribed by the board. The board shall 106 administer an oral examination to applicants who are unable to 107 take the written examination. In addition, the board, in 108 examining such applicant, shall consider the following:

- 109 (a) Experience;
- 110 (b) Complaints; and
- 111 (c) Other pertinent information the board may require.
- If, as a result of the examination, the board finds that the
- 113 applicant is qualified to engage in residential construction or
- 114 residential improvement in Mississippi, the applicant shall be
- 115 issued a license. Any applicant rejected by the board shall be
- 116 given the opportunity to be reexamined at the next regularly
- 117 scheduled examination date after a new application has been filed
- 118 and the license fee has again been paid.
- The board shall make and preserve a record of each
- 120 examination of an applicant and the findings of the board
- 121 pertaining to such examination. A certified copy of such record,
- 122 omitting confidential test questions, shall be furnished to the
- 123 applicant so requesting such record upon the payment of a fee to
- 124 the board that reasonably reflects the cost of furnishing such
- 125 record to the applicant.

126 Each application or filing made under this section shall 127 include the social security number(s) of the applicant in accordance with Section 93-11-64, Mississippi Code of 1972. 128 129 Each application for a license under this chapter shall 130 reveal any other states in which the applicant or any partner or 131 business associate of the applicant is licensed and whether the applicant, partner or business associate has had a license revoked 132 or suspended in any other state. If the applicant fails to 133 134 provide this information, the board may deny or revoke the applicant's license. If the applicant has had a license revoked 135 136 in another state, the board may deny the application for a license 137 in this state. 138 SECTION 4. Section 73-59-7, Mississippi Code of 1972, is 139 reenacted as follows: 140 73-59-7. In the event of a catastrophe or emergency which arises out of a disaster, act of God, riot, civil commotion, 141 142 conflagration or other similar occurrence, the board, upon 143 application, may issue an emergency license to persons who are 144 residents or nonresidents of this state and who may or may not be otherwise licensed residential builders or remodelers. 145 emergency license shall remain in force for a period not to exceed 146 147 ninety (90) days, unless extended for an additional period of 148 ninety (90) days by the board or until a contract to build or remodel entered into during the period of the emergency license 149 150 has been completed. Within five (5) days of any applicant beginning work as a 151 152 residential builder or remodeler under this section, the employer or person contracting with such person shall certify to the board 153 such application without being deemed in violation of this 154 155 chapter, provided that the board, after notice and hearing, may 156 take disciplinary action or revoke the emergency license upon 157 grounds as otherwise contained in this chapter providing for such

- 158 disciplinary action or revocation of a residential builder's or
- 159 remodeler's license.
- The fee for an emergency license shall be in an amount not to
- 161 exceed Fifty Dollars (\$50.00) as determined by the board and shall
- 162 be due and payable at the time of the issuance of such emergency
- 163 license.
- SECTION 5. Section 73-59-9, Mississippi Code of 1972, is
- 165 reenacted as follows:
- 166 73-59-9. (1) Any residential builder who undertakes or
- 167 attempts to undertake the business of residential construction
- 168 without having a valid license as required by this chapter, or who
- 169 knowingly presents to the board, or files with the board, false
- 170 information for the purpose of obtaining such license, shall be
- 171 deemed guilty of a misdemeanor and upon conviction shall be fined
- 172 not less than One Hundred Dollars (\$100.00) and not more than Five
- 173 Thousand Dollars (\$5,000.00) or be imprisoned for not less than
- 174 thirty (30) nor more than sixty (60) days in the county jail, or
- 175 both.
- 176 (2) Any remodeler who undertakes or attempts to undertake
- 177 the business of residential improvement without having a valid
- 178 license as required by this chapter, or who knowingly presents to
- 179 the board, or files with the board, false information for the
- 180 purpose of obtaining such license, shall be deemed guilty of a
- 181 misdemeanor and upon conviction shall be fined not less than One
- 182 Hundred Dollars (\$100.00) and not more than Five Thousand Dollars
- 183 (\$5,000.00) or be imprisoned for not less than thirty (30) nor
- 184 more than sixty (60) days in the county jail, or both.
- 185 (3) A residential builder or remodeler who does not have the
- 186 license provided by this chapter may not bring any action, either
- 187 at law or in equity, to enforce any contract for residential
- 188 building or remodeling or to enforce a sales contract.
- 189 **SECTION 6.** Section 73-59-11, Mississippi Code of 1972, is
- 190 reenacted as follows:

- 191 73-59-11. The board shall have the following additional
- 192 duties for the purposes of this chapter:
- 193 (a) To conduct thorough investigations of all
- 194 applicants seeking a license or licensees seeking renewal of their
- 195 licenses and of all complaints filed with the board concerning the
- 196 performance of a residential builder.
- 197 (b) To obtain information concerning the responsibility
- 198 of any applicant for a license or of a licensee. Such information
- 199 may be obtained by investigation, by hearings, or by any other
- 200 reasonable and lawful means. The board shall keep such
- 201 information appropriately filed.
- 202 (c) To maintain a list of residential builders and
- 203 remodelers to whom licenses are issued, refused, revoked or
- 204 suspended, which list shall be available to any interested person.
- 205 (d) To prepare annually a complete roster that shows
- 206 all the names and places of business of the residential builders
- 207 and remodelers licensed by the board during the preceding year and
- 208 to forward a copy of the roster to each municipality and county in
- 209 the state and to file the roster with the Secretary of State.
- 210 (e) To take disciplinary actions pursuant to the
- 211 provisions of Section 73-59-13.
- 212 (f) To adopt rules and regulations governing
- 213 disciplinary actions and the conduct of its hearings and to adopt
- 214 such other rules and regulations as the board finds necessary for
- 215 the proper administration of this chapter.
- 216 **SECTION 7.** Section 73-59-13, Mississippi Code of 1972, is
- 217 reenacted as follows:
- 218 73-59-13. (1) The board, upon satisfactory proof and in
- 219 accordance with the provisions of this chapter and the regulations
- 220 of the board pertaining thereto, is authorized to take the
- 221 disciplinary actions provided for in this section against any
- 222 person for any of the following reasons:

223		(a)	) Violating	any	of	the 1	provisions	of	this	chapte	r o	r
224	the rules	or	regulations	of	the	board	d pertainir	ıg	to the	e work	of	

225 residential building or residential improvement;

- 226 (b) Fraud, deceit or misrepresentation in obtaining a 227 license;
- 228 (c) Gross negligence or misconduct;
- 229 (d) Engaging in work of residential building or
- 230 residential improvement on an expired license or while under
- 231 suspension or revocation of license unless the suspension or
- 232 revocation be abated in accordance with this chapter;
- (e) Loaning a license to an unlicensed person;
- 234 (f) Failing to maintain workers' compensation
- 235 insurance, if applicable; or
- 236 (g) Failing to pay for goods or services for which the
- 237 builder is contractually bound.
- 238 (2) Any person, including members of the board, may prefer
- 239 charges against any other person for committing any of the acts
- 240 set forth in subsection (1) of this section. Such charges shall
- 241 be sworn to, either upon actual knowledge or upon information and
- 242 belief, and shall be filed with the board.
- The board shall investigate all charges filed with it and,
- 244 upon finding reasonable cause to believe that the charges are not
- 245 frivolous, unfounded or filed in bad faith, may, in its
- 246 discretion, cause a hearing to be held, at a time and place fixed
- 247 by the board, regarding the charges and may compel the accused by
- 248 subpoena to appear before the board to respond to such charges.
- 249 The board shall send a certified inspector to inspect the
- 250 building or structure which is the subject of a complaint or the
- 251 board may use a county certified building inspector from the
- 252 county where the building or structure is located to inspect the
- 253 building or structure which is the subject of a complaint. The
- 254 report of the inspector shall be used in the investigation and the

determination of the board. The provisions above shall only apply to hearings.

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

(3) At any hearing held hereunder, the board shall have the power to subpoena witnesses and compel their attendance and may also require the production of books, papers, documents or other materials which may be pertinent to the proceedings. The board may designate or secure a hearing officer to conduct the hearing. All evidence shall be presented under oath, which may be administered by any member of the board, and thereafter the proceedings may, if necessary, be transcribed in full by a court reporter and filed as part of the record in the case. Copies of such transcriptions may be provided to any party to the proceedings at a price reflecting actual cost, to be fixed by the 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 fail or refuse to attend upon subpoena issued by the board, shall S. B. No. 2698 \*SSO1/R831\*

05/SS01/R831

PAGE 9

288 refuse to testify, or shall refuse to produce any books and papers

289 the production of which is called for by the subpoena, the

290 attendance of such witness and the giving of his testimony and the

291 production of the books and papers shall be enforced by any court

292 of competent jurisdiction of this state in the manner provided for

293 the enforcement of attendance and testimony of witnesses in civil

294 cases in the courts of this state.

The accused and the complaining party shall have the right to

296 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.

299 (4) At the conclusion of the hearing, the board may either

300 decide the issue at that time or take the case under advisement

301 for further deliberation. The board shall render its decision not

302 more than ninety (90) days after the close of the hearing and

303 shall forward to the last known business or residence address of

the accused, by certified mail, return receipt requested, a

305 written statement of the decision of the board.

306 (5) If a majority of the board finds the accused guilty of

307 the charges filed, the board may:

308 (a) Issue a public or private reprimand;

(b) Suspend or revoke the license of the accused; or

310 (c) In lieu of or in addition to any reprimand,

311 suspension or revocation, assess and levy upon the guilty party a

312 monetary penalty of not less than One Hundred Dollars (\$100.00)

313 nor more than Five Thousand Dollars (\$5,000.00) for each

314 violation.

297

298

304

309

315 (6) A monetary penalty assessed and levied under this

316 section shall be paid to the board upon the expiration of the

317 period allowed for appeal of such penalties under this section or

318 may be paid sooner if the guilty party elects. Money collected by

319 the board under this section shall be deposited to the credit of

320 the State Board of Contractors' Fund.

When payment of a monetary penalty assessed and levied by the board in accordance with this section is not paid when due, the board shall have the power to institute and maintain proceedings in its name for enforcement of payment in the chancery court of the county of residence of the delinquent party; however, if the delinquent party is a nonresident of the State of Mississippi, such proceedings shall be in the Chancery Court of the First

Judicial District of Hinds County, Mississippi.

- 329 (7) When the board has taken a disciplinary action under 330 this section, the board may, in its discretion, stay such action 331 and place the guilty party on probation for a period not to exceed 332 one (1) year upon the condition that such party shall not further 333 violate either the laws of the State of Mississippi pertaining to 334 the practice of residential construction or residential remodeling 335 or the bylaws, rules or regulations promulgated by the board.
- 336 (8) The board shall not assess any of the costs of 337 disciplinary proceedings conducted pursuant to this section 338 against the prevailing party.
- 339 (9) The power and authority of the board to assess and levy 340 the monetary penalties provided for in this section shall not be 341 affected or diminished by any other proceedings, civil or 342 criminal, concerning the same violation or violations except as 343 provided in this section.
- 344 (10) The board, for sufficient cause, may reissue a revoked 345 license whenever a majority of the board members vote to do so.
- 346 Any person aggrieved by any order or decision of the 347 board may appeal within ten (10) days from the date of adjournment 348 of the session at which the board rendered such order or decision, and may embody the facts, order and decision in a bill of 349 350 exceptions which shall be signed by the person acting as chairman of the board. The board shall transmit the bill of exceptions to 351 352 either the chancery court of the county of residence of the 353 appellant, or the Chancery Court of the First Judicial District of

328

Hinds County, at the election of the appellant, and the court or 354 355 chancellor shall hear and determine the same either in termtime or 356 in vacation, on the case as presented by the bill of exceptions, 357 as an appellant court, and shall affirm or reverse the judgment. 358 If the judgment be reversed, the chancery court or chancellor shall render such order or judgment as the board ought to have 359 360 rendered, and certify the same to the board; and costs shall be 361 awarded as in other cases. The board may employ counsel to defend 362 such appeals, to be paid out of the funds in the State Board of

The remedies provided under this chapter for any aggrieved applicant shall not be exclusive, but shall be cumulative of and supplemental to any other remedies which he may otherwise have in law or in equity, whether by injunction or otherwise.

363

368

369

370

371

372

386

S. B. No. 2698 05/SS01/R831

PAGE 12

Contractors' Fund.

- (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.
- 373 (13) In addition to the reasons specified in subsection (1) 374 of this section, the board shall be authorized to suspend the 375 license of any licensee for being out of compliance with an order 376 for support, as defined in Section 93-11-153. The procedure for 377 suspension of a license for being out of compliance with an order 378 for support, and the procedure for the reissuance or reinstatement of a license suspended for that purpose, and the payment of any 379 fees for the reissuance or reinstatement of a license suspended 380 381 for that purpose, shall be governed by Section 93-11-157 or 382 93-11-163, as the case may be. Actions taken by the board in 383 suspending a license when required by Section 93-11-157 or 384 93-11-163 are not actions from which an appeal may be taken under 385 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

- 387 with the appeal procedure specified in Section 93-11-157 or
- 388 93-11-163, as the case may be, rather than the procedure specified
- 389 in this section. If there is any conflict between any provision
- 390 of Section 93-11-157 or 93-11-163 and any provision of this
- 391 chapter, the provisions of Section 93-11-157 or 93-11-163, as the
- 392 case may be, shall control.
- 393 **SECTION 8.** Section 73-59-15, Mississippi Code of 1972, is
- 394 reenacted as follows:
- 395 73-59-15. (1) This chapter shall not apply to:
- 396 (a) Agricultural buildings, buildings used for
- 397 agricultural purposes, buildings constructed as a community
- 398 effort, or tenant houses;
- 399 (b) Any person who undertakes construction or
- 400 improvement on his own residence, or who acts as his own general
- 401 contractor in the performance of construction or improvement on
- 402 his own residence, or who acts under the supervision of the
- 403 owner-occupant who is the general contractor;
- 404 (c) Any person who undertakes residential construction
- 405 or improvement, or who acts as a general contractor in the
- 406 performance of residential construction or improvement, or who
- 407 acts under supervision of the owner-occupant with respect to
- 408 residential construction or improvement, when the owner of such
- 409 construction or improvement is related to such person by
- 410 consanguinity or direct affinity;
- 411 (d) The owners of property who supervise, superintend,
- 412 oversee, direct or in any manner assume charge of the
- 413 construction, alteration, repair, improvement, movement,
- 414 demolition, putting up, tearing down or maintenance of any
- 415 building, railroad, excavation, project, development, improvement,
- 416 plant facility or any other construction undertaking on such
- 417 property for use by such owner and which will not be for sale,
- 418 rent, public use or public assembly;
- (e) An employee of a licensed residential builder;

- 420 (f) A contractor holding a valid license or certificate
- 421 of responsibility for general construction from the board;
- 422 (g) Any nonresident contractor holding a valid license
- 423 or certificate of responsibility for general construction;
- (h) Any person who constructs two (2) single residences
- 425 or less within a period of one (1) year in any county or
- 426 municipality which does not require a building permit or any local
- 427 certification for such construction.
- 428 (2) A person specified in subsection (1) (b) shall not make
- 429 more than two (2) applications for a permit to construct a single
- 430 residence or shall not construct more than two (2) single
- 431 residences within a period of one (1) year. There shall be a
- 432 rebuttable presumption that such person intends to construct for
- 433 the purpose of resale, lease, rent or any similar purpose if more
- 434 than two (2) applications are made for a permit to construct a
- 435 single residence or if more than two (2) single residences are
- 436 constructed within a period of one (1) year.
- 437 (3) The provisions of this section shall not apply to
- 438 builders and remodelers who are not domiciled in the State of
- 439 Mississippi. Builders and remodelers who are not domiciled in the
- 440 State of Mississippi are not required to be licensed under the
- 441 provisions of this chapter if the state in which they are
- 442 domiciled requires licensing and the licensing state's
- 443 requirements are at least the equivalent of those requirements
- 444 provided in this chapter.
- SECTION 9. Section 73-59-17, Mississippi Code of 1972, is
- 446 reenacted as follows:
- 73-59-17. The building official, or other authority charged
- 448 with the duty of issuing building or similar permits, of any
- 449 municipality or county, shall refuse to issue a permit for any
- 450 undertaking which would classify the applicant as a residential
- 451 builder or remodeler under this chapter unless the applicant has
- 452 furnished evidence that he is either licensed as required by this

453 chapter or exempt from the requirements of this chapter. 454 building official, or other authority charged with the duty of issuing building or similar permits, shall also report to the 455 456 board the name and address of any person who, in his opinion, has 457 violated this chapter by accepting, or contracting to accomplish, 458 work which would classify the person as a residential builder or 459 remodeler under this chapter without a license or acknowledgement. 460 SECTION 10. Section 73-59-19, Mississippi Code of 1972, is 461 reenacted as follows: 462 73-59-19. Any residential builder or remodeler licensed 463 pursuant to the provisions of this chapter may, without being 464 required to obtain an additional license under any other law of 465 this state, construct, improve, repair, remodel or renovate any 466 commercial structure, provided the prescribed contract job does 467 not exceed seven thousand five hundred (7,500) square feet. 468 SECTION 11. Section 31-3-3, Mississippi Code of 1972, is 469 reenacted as follows: 470 31-3-3. There is hereby created the State Board of Contractors of the State of Mississippi, which shall consist of 471 472 ten (10) members who shall be appointed by the Governor. appointments to the board after July 1, 1980, shall be made with 473 474 the advice and consent of the Senate. Two (2) road contractors; 475 two (2) building contractors; two (2) residential builders as 476 defined in Section 73-59-1; one (1) plumbing or heating and air 477 conditioning contractor; one (1) electrical contractor; and one

484 years before appointment. The initial terms of the two (2)

(1) water and sewer contractor shall compose the board.

after July 1, 1992, the Governor shall appoint one (1) additional

member who shall be a roofing contractor and whose term of office

shall be five (5) years. Each member shall be an actual resident

of the State of Mississippi and must have been actually engaged in

the contracting business for a period of not less than ten (10)

478

479

480

481

482

483

```
residential builders shall be for two (2) and four (4) years,
```

- 486 respectively, beginning July 1, 1993.
- 487 Upon the expiration of the term of office of any member of
- 488 the board, the Governor shall appoint a new member for a term of
- 489 five (5) years, such new appointments being made so as to maintain
- 490 on the board two (2) building contractors; two (2) road
- 491 contractors; two (2) residential builders; one (1) plumbing or
- 492 heating and air conditioning contractor; one (1) electrical
- 493 contractor; and one (1) water and sewer contractor; and one (1)
- 494 roofing contractor. The Governor shall fill any vacancy by
- 495 appointment, such appointee to serve the balance of the term of
- 496 the original appointee. The Governor may remove any member of the
- 497 board for misconduct, incompetency or willful neglect of duty.
- In the event the Governor fails to appoint a member of the
- 499 board within twelve (12) months of the occurrence of the vacancy,
- 500 such vacancy shall be filled by majority vote of the board,
- 501 subject to advice and consent of the Senate and the requirements
- 502 of this section.
- 503 **SECTION 12.** Section 31-3-5, Mississippi Code of 1972, is
- 504 reenacted as follows:
- 505 31-3-5. The board shall be assigned suitable office space at
- 506 the seat of government and shall elect one (1) of its members as
- 507 chairman and one (1) as vice chairman; and each shall perform the
- 508 usual duties of such offices. The board may adopt a seal. Six
- 509 (6) members of the board shall constitute a quorum, and a majority
- 510 vote of those present and voting at any meeting shall be necessary
- 511 for the transaction of any business coming before the board.
- 512 Members must be present to cast votes on any and all business.
- 513 The executive secretary shall serve as secretary of the board.
- 514 The board is authorized to employ such personnel as shall be
- 515 necessary in the performance of its duties including sufficient
- 516 administrative and clerical staff to process and review
- 517 applications for certificates of responsibility, to prepare and

518	administer tests therefor, to investigate applications for
519	certificates of responsibility and to inspect work performed by
520	contractors as may be necessary to enforce and carry out the
521	purpose of this chapter.

- 522 **SECTION 13.** Section 14, Chapter 345, Laws of 2000, is 523 amended as follows:
- Section 14. This act shall take effect and be in force from and after its passage, and shall stand repealed on July 1, 2009.

  SECTION 14. This act shall take effect and be in force from
- 527 and after July 1, 2005.