*** Pending *** COMMITTEE AMENDMENT NO 1 PROPOSED TO

House Bill No. 1230

BY: Committee

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

8 SECTION 1. Section 31-3-13, Mississippi Code of 1972, is 9 amended as follows: 31-3-13. The board shall have the following powers and 10 responsibilities: 11 (a) To receive applications for certificates of 12 responsibility, to investigate and examine applicants for same by 13 holding hearings and securing information, to conduct 14 15 examinations, and to issue certificates of responsibility to such contractors as the board finds to be responsible. One-fourth 16 (1/4) of the certificates scheduled for renewal on the last day of 17 December 1980, shall be reviewed by the board on the first Tuesday 18 in January 1981. The remaining certificates shall be subject to 19 20 renewal in the following manner: one-fourth (1/4) on the first Tuesday in April 1981; one-fourth (1/4) on the first Tuesday in 21 22 July 1981; and one-fourth (1/4) on the first Tuesday in October 23 1981. The board is authorized to extend the dates of expiration of certificates to coincide with the scheduled date of review of 24 25 individual contractors. Except for the certificates extended from

05/SS01/HB1230A.J PAGE 1

26 December 31, 1980, to the first Tuesday in January 1981, the board 27 shall charge fees for the extension of certificates as follows:

(i) Twenty-five Dollars (\$25.00) if the date of renewal of the extended certificate is the first Tuesday in April 1981;

31 (ii) Fifty Dollars (\$50.00) if the date of renewal 32 of the extended certificate is the first Tuesday in July 1981; and 33 (iii) Seventy-five Dollars (\$75.00) if the date of 34 renewal of the extended certificate is the first Tuesday in 35 October 1981.

36 The extended certificates renewed in compliance with this paragraph (a) and all original certificates and renewals thereof 37 issued on or after July 1, 1980, shall expire one (1) year from 38 39 the date of issuance. No certificate or any renewal thereof shall be issued until the application has been on file with the board 40 for at least thirty (30) days. Application for renewal of 41 certificates of responsibility, together with the payment of a 42 43 special privilege license tax as provided under this chapter, shall serve to extend the current certificate until the board 44 45 either renews the certificate or denies the application.

No certificate of responsibility or any renewal thereof shall be issued until the applicant furnishes to the board his Mississippi state sales tax number or Mississippi state use tax number and his state income tax identification numbers.

50 Additional fees may be required as provided in Section 51 31-3-14.

52 The board shall conduct an objective, standardized 53 examination of an applicant for a certificate to ascertain the 54 ability of the applicant to make practical application of his 55 knowledge of the profession or business of construction in the 56 category or categories for which he has applied for a certificate 57 of responsibility. The cost of the test and the cost of

05/SS01/HB1230A.J PAGE 2

administering the test shall be paid for by applicants for 58 59 certificates of responsibility at the time applications are filed. The board shall investigate thoroughly the past record of all 60 61 applicants, which will include an effort toward ascertaining the 62 qualifications of applicants in reading plans and specifications, estimating costs, construction ethics, and other similar matters. 63 The board shall take all applicants under consideration after 64 65 having examined him or them and go thoroughly into the records and 66 examinations, prior to granting any certificate of responsibility. If the applicant is an individual, examination may be taken by his 67 68 personal appearance for examination or by the appearance for examination of one or more of his responsible managing employees; 69 70 and if a copartnership or corporation or any other combination or 71 organization, by the examination of one or more of the responsible managing officers or members of the executive staff of the 72 73 applicant's firm, according to its own designation.

(b) To conduct thorough investigations of all applicants seeking renewal of their licenses and of all complaints filed with the board concerning the performance of a contractor on a public or private project.

(c) To obtain information concerning the responsibility of any applicant for a certificate of responsibility or a holder of a certificate of responsibility under this chapter. Such information may be obtained by investigation, by hearings, or by any other reasonable and lawful means. The board shall keep such information appropriately filed and shall disseminate same to any interested person. The board shall have the power of subpoena.

(d) To maintain a list of contractors to whom
certificates of responsibility are issued, refused, revoked or
suspended, which list shall be available to any interested person.
Such list shall indicate the kind or kinds of works or projects

89 for which a certificate of responsibility was issued, refused, 90 revoked or suspended.

To revoke by order entered on its minutes a 91 (e) 92 certificate of responsibility upon a finding by the board that a particular contractor is not responsible, and to suspend such 93 certificate of responsibility in particular cases pending 94 investigation, upon cause to be stated in the board's order of 95 96 suspension. No such revocation or suspension shall be ordered 97 without a hearing conducted upon not less than ten (10) days' notice to such certificate holder by certified or registered mail, 98 99 wherein the holder of the certificate of responsibility shall be 100 given an opportunity to present all lawful evidence which he may 101 offer.

102 (f) To adopt rules and regulations setting forth the 103 requirements for certificates of responsibility, the revocation or 104 suspension thereof, and all other matters concerning same; rules 105 and regulations governing the conduct of the business of the board 106 and its employees; and such other rules and regulations as the 107 board finds necessary for the proper administration of this 108 chapter, including those for the conduct of its hearings on the 109 revocation or suspension of certificates of responsibility. Such 110 rules and regulations shall not conflict with the provisions of 111 this chapter.

(g) The board shall have the power and responsibility to classify the kind or kinds of works or projects that a contractor is qualified and entitled to perform under the certificate of responsibility issued to him. Such classification shall be specified in the certificate of responsibility.

117 The powers of the State Board of Contractors shall not extend 118 to fixing a maximum limit in the bid amount of any contractor, or 119 the bonding capacity, or a maximum amount of work which a 120 contractor may have under contract at any time, except as stated

121 in paragraph (a) of this section; and the Board of Contractors 122 shall not have jurisdiction or the power or authority to determine 123 the maximum bond a contractor may be capable of obtaining. The 124 board, in determining the qualifications of any applicant for an 125 original certificate of responsibility or any renewal thereof, 126 shall, among other things, take into consideration the following: 127 (1) experience and ability, (2) character, (3) the manner of performance of previous contracts, (4) financial condition, (5) 128 129 equipment, (6) personnel, (7) work completed, (8) work on hand, 130 (9) ability to perform satisfactorily work under contract at the 131 time of an application for a certificate of responsibility or a 132 renewal thereof, (10) default in complying with provisions of this 133 law, or any other law of the state, and (11) the results of 134 objective, standardized examinations. A record shall be made and preserved by the board of each examination of an applicant and the 135 136 findings of the board thereon, and a certified copy of the record and findings shall be furnished to any applicant desiring to 137 138 appeal from any order or decision of the board.

(h) The board shall enter upon its minutes an order or decision upon each application filed with it, and it may state in such order or decision the reason or reasons for its order or decision.

Upon failure of the board to enter an order or decision upon its minutes as to any application within one hundred eighty (180) days from the date of filing such application, the applicant shall have the right of appeal as otherwise provided by this chapter.

148 The holder of any valid certificate of responsibility issued 149 by the Board of Public Contractors prior to January 1, 1986, shall 150 be automatically issued a certificate of responsibility by the 151 State Board of Contractors for the same classification or

152 classifications of work which the holder was entitled to perform 153 under the State Board of Public Contractors Act.

154 Notwithstanding any provision of law to the contrary, no 155 county or municipality shall require a holder of a valid 156 certificate of responsibility, or a person licensed by the State 157 Board of Contractors as a residential builder or remodeler, or a 158 person who has passed a test administered by the State Board of Contractors which measures for industry expertise in plumbing, 159 160 electrical, HVAC or roofing classifications, to pass any additional county or municipal test or examination. Such 161 162 individuals shall be eligible to contract for such work for which they are certificated or licensed by the State Board of 163 Contractors by exhibiting the certificate, license or 164 165 documentation of test passage and paying the local fees as are customarily required by any county or municipality. 166 167 SECTION 2. Section 27-17-457, Mississippi Code of 1972, is

168 amended as follows:

169 27-17-457. (1) Any contractor, including, but not limited to, any electrical, plumbing, heating and air conditioning, water 170 and sewer, roofing or mechanical contractor, who is licensed by 171 172 any one (1) municipality or county of the State of Mississippi, 173 which municipality or county has an examining board where there is 174 regularly given a written examination, and who does not hold a 175 current certificate of responsibility issued by the State Board of 176 Public Contractors, shall be allowed to do business in any other municipality or county in the state without being required to 177 178 obtain a license in such other municipality or county or to undergo any further examination provided: 179

180 (a) That he furnishes evidence that he has such181 license;

(b) That he furnishes evidence that he actually tookand passed the written examination which qualified him for such

184 license; however, in lieu thereof evidence that if said contractor 185 was issued a license prior to May 1, 1972, and prior to the 186 existence of such written examination by a county or municipality 187 which has an examining board that does presently require written 188 examination to qualify for a license; and

189 (c) That he is not operating a separate place of190 business located in such other municipality or county.

(2) Any contractor, including, but not limited to, any 191 192 electrical, plumbing, heating and air conditioning, water and 193 sewer, roofing or mechanical contractor, who is licensed by any 194 one (1) municipality or county of the State of Mississippi, which 195 municipality or county has an examining board where there is 196 regularly given a written examination, and who holds a current 197 certificate of responsibility issued by the State Board of Public Contractors shall be allowed to do business in any other 198 199 municipality or county in the state without being required to 200 obtain a separate license in such other municipality or county or 201 to undergo any further examination provided said contractor meets 202 the requirements of paragraphs (a) and (b) of subsection (1) of 203 this section.

(3) No additional privilege license bond shall be required in order for such a contractor to do business in another municipality or county in the state as long as the contractor has obtained the bond in the municipality or county where he is licensed.

(4) Nothing in this Section 27-17-457 supercedes or
otherwise affects the provisions of Title 31, Chapter 3, or the
provisions of Title 73, Chapter 59. In the event any provision in
Section 27-17-457 conflicts with any provision of Title 31,
Chapter 3, or of Title 73, Chapter 59, the latter titles and
chapters are hereby deemed and shall be controlling over the
provisions of Section 27-17-457.

05/SS01/HB1230A.J PAGE 7

(5) This Section 27-17-457 is intended to apply only to the Local Privilege Tax Law, and is not intended to apply to or restrict the powers and authority granted to municipalities and counties in Sections 21-19-25 and 19-5-9, or any powers or authority derived from said sections related to permits and permit bonds, and the issuance, denial or requirements thereof.

222 (6) No taxpayer receiving a privilege license under this Section 27-17-457 shall be authorized to advertise to the public 223 224 that they are "licensed" unless said taxpayer is currently in compliance with paragraph (b) of subsection (1) of this section, 225 or holds a current license or certificate of responsibility from 226 227 the State Board of Contractors. Any officer collecting the tax 228 may suspend the issuance or renewal of a privilege license granted 229 under this section until such time as said officer finds that such taxpayer is in compliance with the provisions of this subsection. 230 231 If any taxpayer receiving a privilege license under this section presents themselves to the public as "licensed" then said taxpayer 232 233 must state to the public that they are "licensed by the city of" and/or "county of" followed by the name or names of the 234 235 appropriate city and/or county from which such taxpayer is 236 currently in compliance with paragraph (b) of subsection (1) of this section; or, if otherwise appropriate, "licensed by the State 237 238 Board of Contractors."

239 Notwithstanding any provision of law to the contrary, no 240 county or municipality shall require a holder of a valid certificate of responsibility, or a person licensed by the State 241 Board of Contractors as a residential builder or remodeler, or a 242 243 person who has passed a test administered by the State Board of 244 Contractors which measures for industry expertise in plumbing, 245 electrical, HVAC or roofing classifications, to pass any 246 additional county or municipal test or examination. Such 247 individuals shall be eligible to contract for such work for which

05/SS01/HB1230A.J PAGE 8

248 they are certificated or licensed by the State Board of

249 Contractors by exhibiting the certificate, license or

250 documentation of test passage and paying the local fees as are

251 <u>customarily required by any county or municipality.</u>

252 **SECTION 3.** Section 17-25-5, Mississippi Code of 1972, is 253 amended as follows:

17-25-5. (1) Every municipality and county of the State of Mississippi shall grant competency examination reciprocity to any contractor including, but not limited to, any electrical, plumbing, heating and air conditioning, water and sewer, roofing or mechanical contractor, who is licensed by another municipality or county of this state without imposing any further competency examination requirements provided:

(a) That the contractor furnishes evidence that he has
a license issued on the basis of a competency examination
administered in one (1) municipality or county of the State of
Mississippi which has an examining board that regularly gives a
written examination which has been approved by the State Board of
Public Contractors or the Building Officials Association of
Mississippi;

(b) That he furnishes evidence that he actually took and passed the written examination which qualified him for such license; however, in lieu thereof, he may furnish evidence that he was issued a license prior to May 1, 1972, and prior to the existence of a written examination by a county or municipality which has an examining board that requires written examination to qualify for a license;

(c) That he has been actively engaged in the business
for which he is licensed for two (2) years or more;
(d) That he has held a license for his business for one
(1) year or more; and

(e) That he pays the license fee to the municipality or county to which application is made for a license unless he holds a current certificate of responsibility issued by the State Board of Public Contractors, in which case no license fee shall be collected.

(2) (a) Any contractor who operates more than one (1)
separate place of business within the state must obtain the
appropriate privilege license and pay the privilege license fee
for each location if required by the local jurisdiction.

(b) Every jurisdiction in which a contractor does
business may impose its own separate bonding requirements on the
contractor desiring to do business there.

291 <u>Notwithstanding any provision of law to the contrary, no</u> 292 <u>county or municipality shall require a holder of a valid</u> 293 certificate of responsibility, or a person licensed by the State

294 Board of Contractors as a residential builder or remodeler, or a

295 person who has passed a test administered by the State Board of

296 Contractors which measures for industry expertise in plumbing,

297 <u>electrical, HVAC or roofing classifications, to pass any</u>

298 additional county or municipal test or examination. Such

299 individuals shall be eligible to contract for such work for which

300 they are certificated or licensed by the State Board of

301 Contractors by exhibiting the certificate, license or

302 documentation of test passage and paying the local fees as are

303 customarily required by any county or municipality.

304 **SECTION 4.** This act shall take effect and be in force from 305 and after July 1, 2005.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

1 AN ACT TO AMEND SECTION 31-3-13, MISSISSIPPI CODE OF 1972, TO 2 PROHIBIT MUNICIPALITIES AND COUNTIES FROM REQUIRING ADDITIONAL 3 TESTING ONCE A CONTRACTOR HAS RECEIVED HIS OR HER CERTIFICATE OF 4 RESPONSIBILITY; TO AMEND SECTIONS 27-17-457 AND 17-25-5,

MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; AND FOR RELATED PURPOSES. 5 6