Adopted COMMITTEE AMENDMENT NO 1 PROPOSED TO

Senate Bill No. 2742

BY: Committee

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

- This act shall be known and may be cited as the 12 SECTION 1. "Mississippi Residential Electronic Protection Licensing Act." 13 14 The purpose of this act is to assure the general public of the competence of individuals and companies which offer 15 electronic protective systems, burglar alarm systems, closed 16 circuit television alarm systems, or services relating to such 17 18 alarms or systems to the general public by establishing statewide 19 uniform procedures and qualifications for the licensure of such individuals and companies.
- 21 SECTION 3. As used in this act, the following terms shall 22 have the meanings specified in this section:
- "Alarm contracting" means providing a residential 23 24 electronic protective system, or a closed circuit television alarm 25 system to another by any means, including, but not limited to, the
- 26 sale, lease, rent, design, planning with the intent to pre-wire,
- 27 pre-wiring, installation, maintenance, repair, testing,
- 28 modification, improvement, alteration, inspection or servicing of
- an electronic protective system, or closed circuit television 29
- 30 alarm system; holding oneself or one's company out for hire to

- 31 perform any such task; or otherwise offering to perform any such
- 32 task for compensation, either directly or indirectly.
- 33 (b) "Alarm contracting company" means an entity that
- 34 holds a Class A license issued by the State Fire Marshal pursuant
- 35 to this act.
- 36 (c) "Board" means the Electronic Protection Advisory
- 37 Licensing Board.
- 38 (d) "Burglar alarm" or "burglar alarm system" means an
- 39 alarm, alarm system or portion of such an alarm or system that
- 40 meets ANSI/SIA CP-01 Standards and is intended to detect or warn
- 41 of an intrusion or other emergency in a structure.
- (e) "Company" means a proprietorship, partnership,
- 43 corporation, limited-liability company or any other entity.
- (f) "Designated agent" means an owner or employee who
- 45 holds a Class B license of an alarm contracting company or closed
- 46 circuit television alarm system contracting company, who has been
- 47 assigned the responsibility of submitting any notice required by
- 48 this act to the State Fire Marshal.
- 49 (g) "Supervision" means on-site supervision by a
- 50 licensed Class B or Class C alarm system technician.
- 51 (h) "Electronic protective system" means a device or a
- 52 series or assembly of interconnected devices which, when activated
- 53 by automatic or manual means, produces an audible, visual or
- 54 electronic signal intended to detect or warn of a threat to a
- 55 structure or its occupants. This term shall include a burglar
- 56 alarm system or a closed circuit television alarm system, all as
- 57 defined in this act, or a portion or combination of such alarms or
- 58 systems. However, the term "electronic protective system" shall
- 59 not include the following: (i) an alarm system installed in a
- 60 motor vehicle; (ii) a burglar alarm system, or household fire
- 61 warning system sold at retail to an individual end user for
- 62 self-installation or installed by a designated representative of a

- 63 retailer as part of the retail transaction; (iii) a single station
- 64 fire alarm system sold at retail to an individual end user for
- 65 self-installation or installed by a designated representative of a
- 66 retailer as part of the retail transaction or installed by a fire
- 67 department, the State Fire Marshal, a public agency, a volunteer
- 68 fire association or their designated representatives.
- (i) "Employee" means a person who performs services for
- 70 wages or salary.
- 71 (j) "Employer" means a person or entity who hires
- 72 another to perform services for a wage or salary.
- 73 (k) "Individual license" means a Class B, C, D or T
- 74 license issued by the State Fire Marshal pursuant to this act.
- 75 (1) "Licensee" means a person or entity to whom a
- 76 license is granted pursuant to this act.
- 77 (m) "Officer" means the president, vice president,
- 78 secretary, treasurer, comptroller or any other person who performs
- 79 functions for an alarm contracting company or closed circuit
- 80 television alarm system contracting company, corresponding to
- 81 those performed by those officers.
- 82 (n) "Operating location" means a physical address that
- 83 houses or maintains records of clients.
- (o) "Person" means a natural person or individual.
- (p) "Principal" means a person or entity that owns at
- 86 least twenty percent (20%) of an alarm contracting company or a
- 87 closed circuit television alarm system contracting company
- 88 regardless of the form of organization.
- (q) "Salesperson" means a person who solicits another
- 90 on behalf of an alarm contracting company or a closed circuit
- 91 television alarm system contracting company by any means,
- 92 including, but not limited to, telephone or electronic device,
- 93 public notice or advertisement, door-to-door or any other type of
- 94 personal interaction, or a person who participates in design,

- 95 plan, specification or layout of an electronic protective system
- 96 on behalf of an alarm contracting company or a closed circuit
- 97 television alarm system contracting company.
- 98 (r) "Closed circuit television alarm system" means an
- 99 alarm system that provides video surveillance of events, primarily
- 100 by means of transmission, recording, or transmission and recording
- 101 of visual signals through the use of cameras, receivers, monitors
- 102 and other visual imaging systems.
- 103 (s) "Closed circuit television alarm system contracting
- 104 company" means an entity that holds a Class A license issued by
- 105 the State Fire Marshal pursuant to this act.
- 106 (t) "Closed circuit television alarm system
- 107 contracting" means the selling, designing, repairing, servicing,
- 108 adjusting and installing of closed circuit television alarm
- 109 devices.
- 110 **SECTION 4.** (1) The State Fire Marshal shall administer and
- 111 enforce the provisions of this act and shall have the authority to
- 112 promulgate and adopt such rules and regulations as may be
- 113 necessary for such proper administration and enforcement. The
- 114 Electronic Protection Advisory Licensing Board created in Section
- 115 11 of this act shall advise the State Fire Marshal with respect to
- 116 the rules and regulations of the provisions of this act. The
- 117 State Fire Marshal shall have the authority to approve written
- 118 training programs or acceptable equivalents for meeting the
- 119 training requirements of this licensing law. The State Fire
- 120 Marshal may also accept, as such an equivalent, licensure of a
- 121 company or person by a jurisdiction outside this state, which has
- 122 standards and requirements of practice which substantially conform
- 123 to the provisions of this act. The State Fire Marshal shall also
- 124 establish continuing education requirements.
- 125 (2) Application for a Class A license. In order to engage
- 126 in alarm contracting, a company shall apply for and obtain a Class

- 127 A license for each operating location doing business in the state.
- 128 A Class A license shall authorize a company to engage in any type
- 129 of alarm contracting. An applicant for a Class A license shall
- 130 submit the following to the State Fire Marshal:
- 131 (a) Documentation that the company is an entity duly
- 132 authorized to conduct business within this state.
- 133 (b) Documentation that the company holds a general
- 134 liability and errors and omissions insurance policy, or a surety
- 135 bond, in an amount not less than Three Hundred Thousand Dollars
- 136 (\$300,000.00).
- 137 (c) Documentation that the company carries a current
- 138 and valid worker's compensation insurance policy as required by
- 139 state law.
- 140 (d) The name of the person who will serve as the
- 141 designated agent of the company.
- (e) For a company applying for a Class A license,
- 143 evidence that the company has at least one (1) employee who holds
- 144 a Class B license at each of its operating locations.
- 145 (f) A statement that no officer or principal has been
- 146 convicted of a felony, has received a first-time offender pardon
- 147 for a felony, or has entered a plea of guilty or nolo contendere
- 148 to a felony charge.
- 149 (i) A conviction or a plea of guilty or nolo
- 150 contendere to a felony charge or receipt of a first-time offender
- 151 pardon shall not constitute an automatic disqualification as
- 152 otherwise required pursuant to paragraph (f) if ten (10) or more
- 153 years have elapsed between the date of application and the
- 154 successful completion or service of any sentence, deferred
- 155 adjudication or period of probation or parole.
- 156 (ii) Subparagraph (i) shall not apply to any
- 157 person convicted of a felony crime of violence or a sex offense as
- 158 defined in the Mississippi Criminal Code.

- (iii) The Office of the State Fire Marshal may

 160 consider the seriousness and circumstances of the offense and

 161 subsequent arrests.
- 162 (g) The application fee authorized by this act.
- 163 (h) Documentation that the company is located within 164 the physical boundaries of the state.
- 165 (i) A statement authorizing the State Fire Marshal to
 166 order fingerprint analysis or any other analysis or documents
 167 deemed necessary by the State Fire Marshal for the purpose of
- 168 verifying the criminal history of a named officer or principal.
- 169 The State Fire Marshal shall have the authority to conduct
- 170 criminal history verification on a local, state or national level.
- 171 The State Fire Marshal shall have the authority to determine if
- 172 information submitted by an applicant is in a form acceptable to
- 173 him. The State Fire Marshal shall verify or have another entity
- 174 verify information submitted by each applicant.
- 175 (j) The name of each company providing monitoring 176 services.
- 177 **SECTION 5.** (1) If the State Fire Marshal finds that a
- 178 company has met the requirements of licensing, he shall issue a
- 179 Class A license to engage in alarm contracting to that company
- 180 upon payment of the license fee authorized by this act. Such
- 181 license shall include the name of the designated agent of the
- 182 alarm contracting company as applicable.
- 183 (2) Each alarm contracting company shall be physically
- 184 located within the boundaries of the state and shall clearly
- 185 display its license in a conspicuous location at its place of
- 186 business.
- 187 (3) Each alarm contracting company shall employ a Class B
- 188 license holder.

189	(4)	The des	signated	l agent	of a	n alarm	cont	racti	ng co	mpa	ıny
190	shall not	ify the	State F	'ire Ma	ırshal	within	ten	(10)	days	of	the

191 following:

- 192 (a) Any change in the business address of the company.
- 193 (b) (i) Any change in ownership of or interest in the

194 company.

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- (ii) Any owner, partner or other principal with an interest in the company, which has been convicted of a felony or entered a plea of guilty or nolo contendere to a felony charge or received a first-time offender pardon. A felony that has been dismissed pursuant to the Mississippi Criminal Code or equivalent
- judicial dismissal shall not apply to this paragraph.

 (iii) A conviction or a plea of quilt
 - (iii) A conviction or a plea of guilty or nolo contendere to a felony charge or receipt of a first-time pardon shall not constitute an automatic disqualification as otherwise required pursuant to subparagraph (ii) if ten (10) or more years have elapsed between the date of application and the successful completion or service of any sentence, deferred adjudication, or

207 period of probation or parole.

- (iv) Subparagraph (i) shall not apply to any person convicted of a crime of violence or a sex offense as defined within the Mississippi Criminal Code.
- (v) The Office of the State Fire Marshal may
 consider the seriousness and circumstances of the offense and
 subsequent arrests.
- (c) Any change in the employment of a person holding an individual license.
- 216 (d) A change of the company providing monitoring 217 services.
- 218 (5) In the event of the death of its designated agent or his 219 separation from the company for any other reason, an alarm 220 contracting company, shall name another owner or manager as its

- 221 designated agent within ninety (90) days and shall notify the
- 222 State Fire Marshal of such designation within ten (10) days.
- 223 (6) Each alarm contracting company doing business in the
- 224 state shall be open for inspection by the State Fire Marshal or
- 225 his designated representative at any reasonable time for the
- 226 purpose of observation and collection of facts and data relating
- 227 to proper enforcement of this act. No person acting on behalf of
- 228 an alarm contracting company shall refuse to admit the State Fire
- 229 Marshal or his designated representative to an operating location.
- 230 (7) Client records must be maintained for inspection by the
- 231 State Fire Marshal for a three-year period.
- 232 **SECTION 6.** (1) Any person employed by an alarm contracting
- 233 company shall hold an individual license issued by the State Fire
- 234 Marshal. Such a license shall authorize its holder to engage in
- 235 alarm contracting or closed circuit television alarm system
- 236 contracting, only to the extent of the terms as further provided
- 237 in this act.
- 238 (2) Any person desiring to engage in alarm contracting or
- 239 closed circuit television alarm system contracting shall hold a
- 240 Class B license issued by the State Fire Marshal. Such
- 241 application shall be accompanied by:
- 242 (a) Two (2) suitable photographs of the applicant
- 243 acceptable to the State Fire Marshal. The State Fire Marshal
- 244 shall keep one (1) photograph on file and shall make the other
- 245 photograph a part of any license subsequently issued to the
- 246 applicant.
- (b) Except as provided in subsection (9), documentation
- 248 that the applicant meets educational requirements applicable to
- 249 the type of license for which he is applying, as follows:
- 250 (i) For a Class B license: a minimum of National
- 251 Burglar and Fire Alarm Association, Level 2 A&B Burglar Alarm
- 252 training course or equivalent training approved by the State Fire

- 253 Marshal, and documentation proving residency within a radius of
- 254 one hundred fifty (150) miles of the office to which he is
- 255 assigned.
- 256 (ii) For a Class C license: a minimum of National
- 257 Burglar and Fire Alarm Association, Level 1 Burglar Alarm training
- 258 course, or equivalent training approved by the State Fire Marshal.
- 259 (iii) For a Class D license: a minimum of
- 260 National Burglar and Fire Alarm Association, Sales Understanding
- 261 Alarms training course, or equivalent training approved by the
- 262 State Fire Marshal, or a minimum of two (2) years of design and
- 263 sales experience in the alarm industry attested to in a notarized
- 264 affidavit and payroll records provided by the applicant.
- 265 (iv) For a Class T license: application for a
- 266 Class B, Class C or Class D license, accompanied by a letter of
- 267 intent to complete the training requirements of such license types
- 268 within twelve (12) months.
- 269 (c) (i) A statement by the applicant that he has not
- 270 been convicted of a felony, received a first-time offender pardon
- 271 for a felony, or entered a plea of guilty or nolo contendere to a
- 272 felony charge. A felony that has been dismissed pursuant to the
- 273 Mississippi Criminal Code or equivalent judicial dismissal shall
- 274 not apply to this paragraph.
- 275 (ii) A conviction or a plea of guilty or nolo
- 276 contendere to a felony charge or receipt of a first-time offender
- 277 pardon shall not constitute an automatic disqualification as
- 278 otherwise required pursuant to subparagraph (i) if ten (10) or
- 279 more years have elapsed between the date of application and the
- 280 successful completion or service of any sentence, deferred
- 281 adjudication or period of probation or parole.
- 282 (iii) Subparagraph (ii) shall not apply to any
- 283 person convicted of a felony crime of violence or a sex offense as
- 284 defined within the Mississippi Criminal Code.

- (d) A statement authorizing the State Fire Marshal to order fingerprint analysis or any other analysis or documents deemed necessary by the State Fire Marshal for the purpose of verifying the applicant's criminal history. The State Fire Marshal shall have the authority to conduct criminal history
- (e) The application fee authorized by this subsection.

verification on a local, state or national level.

- 292 (3) The State Fire Marshal shall have the authority to 293 determine if information submitted by an applicant is in a form 294 acceptable to him. The State Fire Marshal shall verify or have 295 another entity verify information submitted by each applicant.
- 296 (4) If the State Fire Marshal finds that an applicant has
 297 met the applicable requirements of the alarm licensing law, he
 298 shall issue the appropriate type of license to the applicant upon
 299 payment of the license fee authorized by this act.
- 300 (5) Each individual license holder shall maintain his
 301 license on his person while engaging in any type of alarm
 302 contracting or closed circuit television alarm system contracting
 303 as applicable. Each such license holder shall present his license
 304 for inspection upon demand by an employee of the Office of the
 305 State Fire Marshal or a law enforcement officer.
- 306 (6) Each individual license holder shall notify the State 307 Fire Marshal, on a form specified and provided by the State Fire 308 Marshal, within ten (10) days of the following:
- 309 (a) Any change in business or home address.
- 310 (b) Any separation from an employer or change in 311 employer.
- 312 (c) Any conviction for a felony or entry of a plea of 313 guilty or nolo contendere to a felony charge or receipt of a 314 first-time offender pardon.
- 315 (7) No individual licensed under this act shall contract for 316 his services as an independent contractor or agent without

- 317 applying for and being issued a Class B license under this act.
- 318 No alarm contracting company or closed circuit television alarm
- 319 system contracting company shall contract for the independent
- 320 services of a holder of an individual license under this section.
- 321 (8) The State Fire Marshal may enter into reciprocal
- 322 agreements with other states for mutual recognition of individual
- 323 license holders, if the State Fire Marshal has established the
- 324 criteria for acceptance of reciprocal agreements by rule or
- 325 regulation.
- 326 (9) Any person engaged in alarm contracting or closed
- 327 circuit television alarm system contracting, on or before July 1,
- 328 2006, shall automatically be issued a license without having to
- 329 show documentation that the applicant meets the educational
- 330 requirements applicable to the type of license for which he is
- 331 applying.
- 332 **SECTION 7.** The State Fire Marshal is authorized to issue
- 333 individual licenses to qualified applicants that entitles the
- 334 license holder to perform the following:
- 335 (a) Class B license: Alarm System Technician. Such
- 336 license shall authorize its holder to design, plan, specify,
- 337 layout, sell, pre-wire, install, maintain, repair, test, inspect
- 338 or service an electronic protective system while in the employ of
- 339 an alarm contracting company.
- 340 (b) Class C license: Alarm System Installer. Such
- 341 license shall authorize its holder to design, plan, specify, lay
- 342 out, sell, pre-wire, install, maintain, repair, test, inspect or
- 343 service an electronic protective system while in the employ of an
- 344 alarm contracting company.
- 345 (c) Class D license: Alarm System Salesperson. Such
- 346 license shall authorize its holder to design, plan, specify, lay
- 347 out or sell an electronic protective system while in the employ of
- 348 an alarm contracting company.

- 349 (d) Class T license: Alarm Apprentice. Such license 350 shall authorize its holder to design, plan, specify, lay out, sell, pre-wire, install, maintain, repair, test, inspect or 351 352 service an electronic protective system while in the employ of an 353 alarm contracting company while under the supervision of a Class 354 B, Class C or Class D license holder in the same employ of an 355 alarm contracting company. A Class T license shall be valid only 356 for a period of twelve (12) months from the date of issue and
- 358 <u>SECTION 8.</u> (1) No person or company shall engage in alarm 359 contracting without holding a current and valid license issued by 360 the State Fire Marshal as provided in this act. However, this 361 requirement for licensure shall not apply to:
- 362 (a) Any company or natural person licensed to perform
 363 electrical work by the State Licensing Board of Contractors. This
 364 exception from licensure shall also apply to the employees of a
 365 company or natural person excepted by this paragraph, but only as
 366 to work performed by them on behalf of the excepted employer.
- 367 (b) The installation of wire, conduit or other wire
 368 raceways, its associated boxes or fittings, or single or multiple
 369 station smoke detectors by an entity legally authorized to install
 370 commercial light and power service in this state or employees of
 371 such an entity.
- 372 (c) Any owner, management company or public institution 373 and such person's or entity's employees while such person or 374 entity is designing, installing, inspecting, repairing, servicing, 375 recoding, adjusting or testing closed circuit television alarm 376 systems, on the premises of the owner or public institution during 377 the normal course and scope of his duties.
- 378 (d) Any owner, management company or public institution 379 and such person's or entity's employees while such person or 380 entity is designing, installing, inspecting, repairing, servicing

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shall not be renewed.

- or testing a burglar alarm system only on the premises of the owner or public institution during the normal course and scope of his duties.
- 384 (e) Any retailer that sells alarm systems as part of a 385 multiproduct offering and provides installation as part of that 386 retail transaction.
- 387 (f) Any retailer or installer of household fire warning 388 systems sold and installed to detect or warn of smoke or fire and 389 intended for use in a residential one- or two-family dwelling or 390 wholly within the confines of an individual living unit in a 391 residential multifamily structure.
- (g) Installers of electronic protective systems,

 burglar alarm systems, fire alarm systems or closed circuit

 television alarm systems used in residential, one- or two-family

 dwelling or wholly within the confines of an individual living

 unit in a residential multifamily structure, when the installer is

 working as a designated agent for any exempt retailer.
 - (2) No person or company shall aid, abet, facilitate or otherwise assist any unlicensed person or company in engaging in alarm contracting or closed circuit television alarm system contracting, including, but not limited to, the sale of an electronic protective system as defined in this act when such person or company knew or should have known that the person or company thus assisted was unlicensed.
- 405 (3) No person or company shall engage in closed circuit
 406 television alarm system contracting without holding a current and
 407 valid license issued by the State Fire Marshal as provided in this
 408 act. However, this requirement shall not apply to the following:
- 409 (a) An officer or employee of the United States, this 410 state, or any political subdivision of either, while engaged in 411 the performance of his official duties within the course and scope

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414		(b)	Any	comp	any	or	natu	ıral	pers	on l	icensed	to	perform

- electrical work by the State Licensing Board of Contractors. This
 exception from licensure shall also apply to the employees of a
 company or natural person excepted by this paragraph, but only as
- 418 to work performed by them on behalf of the excepted employer.
- 419 Notwithstanding any other provision of this act, no person
- 420 licensed under this act may install primary power sources of one
- 421 hundred (100) volts or greater when such power source is being
- 422 installed to operate low-voltage systems.
- section 9. (1) (a) Each license issued pursuant to this
 act shall be valid for a period of one (1) year from its date of
 issuance and shall be renewed annually, on or before the
 anniversary date, by forwarding to the State Fire Marshal a
 renewal application accompanied by the payment of the renewal fee
- authorized by this act.
 (b) Each licensee renewing a Class B, Class C or Class
 D license shall additionally submit required documentation of
- 431 having satisfactorily completed continuing education requirements
- 432 as established by the State Fire Marshal.
- 433 (2) Any license not renewed on or before its anniversary
 434 date shall expire and may be reinstated only upon payment of the
 435 reinstatement fee authorized by this act.
- 436 <u>SECTION 10.</u> (1) The State Fire Marshal is authorized to
 437 assess and collect fees pursuant to this act, the amount of which
 438 shall not exceed the following:
- 439 (a) Application fee for a Class A, Class B, Class C or 440 Class D license......\$100.00.
- 443 (c) Provisional or original individual Class B,

444	Class C or Class D license \$ 50.00.
445	(d) Provisional or original individual Class T
446	license \$ 25.00.
447	(e) Annual renewal for Class B, Class C or Class D
448	license fee \$ 50.00.
449	(f) Annual renewal for a Class A license
450	fee\$200.00.
451	(g) Fee for a duplicate or replacement
452	license\$ 20.00.
453	(2) The fees established in this section shall not be
454	refundable except under such conditions as the State Fire Marshal
455	may establish.
456	(3) All monies received by the State Fire Marshal pursuant
457	to this act, including, but not limited to, fees and fines, shall
458	be deposited immediately upon receipt by the State Fire Marshal
459	into a special fund which is hereby created in the State Treasury
460	and designated as the Residential Electronic Protection Licensing
461	Fund.
462	(4) The monies in the Residential Electronic Protection
463	Licensing Fund shall be used solely for implementation,
464	administration and enforcement of this act and only in the amounts
465	appropriated each year to the State Fire Marshal by the
466	Legislature. Any surplus monies and interest remaining to the
467	credit of the fund at the end of the fiscal year shall remain to
468	the credit of the fund, and no part thereof shall revert to the
469	State General Fund.
470	SECTION 11. (1) The Electronic Protection Licensing
471	Advisory Board is hereby created within the Department of
472	Insurance. The board shall be composed of seven (7) members, as
473	follows:
474	(a) Three (3) members shall be appointed by the
475	Governor, one (1) member from each State Supreme Court District.

- 476 Each member shall possess a valid Class A or Class B license and
- 477 may be appointed from a list submitted by the Mississippi Alarm
- 478 Association. Each of these appointments initially will have
- 479 staggered terms. One (1) appointment will serve for two (2)
- 480 years, one (1) appointment will serve for three (3) years, and the
- 481 last appointment will serve for four (4) years. After the initial
- 482 appointment terms, each appointee will serve for four (4) years.
- (b) One (1) member shall be appointed by the State Fire
- 484 Marshal from a list of nominees submitted to the State Fire
- 485 Marshal by the Mississippi Alarm Association as a representative
- 486 from the Alarm Manufacturing Industry. This appointment will
- 487 serve for four (4) years.
- 488 (c) Two (2) members shall be appointed by the Governor
- 489 at his discretion, one (1) of which shall be a law enforcement
- 490 officer and one (1) shall be from the private sector. Each of
- 491 these appointments will serve for four (4) years, concurrent with
- 492 the term of the Governor.
- 493 (d) One (1) member shall be an employee of the Office
- 494 of the State Fire Marshal designated by the State Fire Marshal.
- 495 Such member shall serve as the chairman of the advisory board.
- 496 (2) (a) Each appointed member shall serve a term of four
- 497 (4) years.
- 498 (b) The member designated by the State Fire Marshal
- 499 shall serve a term concurrent with the term of the State Fire
- 500 Marshal making such designation.
- 501 (c) No member shall serve more than two (2) consecutive
- 502 terms except the member designated by the State Fire Marshal.
- (d) A vacancy on the board occurring prior to
- 504 expiration of a term shall be filled in the manner of the original
- 505 appointment for the remainder of the term.
- 506 (3) The board shall meet at every quarter, or upon the call
- of the chairman or upon the written request of any three (3)

- 508 members of the board. Notice of any such meeting shall be given
- 509 to board members and the public at least fourteen (14) days in
- 510 advance.
- 511 (4) Four (4) members of the board shall constitute a quorum
- 512 for the transaction of business. The board may take action by
- 513 majority vote of its members present and voting.
- 514 (5) Each appointed member of the board shall be reimbursed
- 515 for travel and related expenses incurred, not to exceed those
- 516 expenses authorized for reimbursement by the Department of
- 517 Insurance, for each day that the member engages in board business.
- 518 (6) No member of the board shall be liable to civil action
- 519 for any act performed in good faith in the execution of his duties
- 520 as a board member.
- 521 **SECTION 12.** (1) Class I offenses shall be as follows:
- 522 (a) Signature of or submission of any document to the
- 523 State Fire Marshal when the applicant or licensee reasonably
- 524 should have known that the document contained false or misleading
- 525 information.
- 526 (b) Failure of an alarm contracting company or closed
- 527 circuit television company to timely notify the State Fire Marshal
- 528 of certain changes in the status of the licensee as required by
- 529 this licensing law.
- 530 (c) Failure of an alarm contracting company or closed
- 531 circuit television alarm system contracting company as applicable,
- 532 to do either of the following:
- (i) Clearly display the company's license at its
- 534 place of business as required.
- 535 (ii) Replace a required Class B, license holder or
- 536 its designated agent and to timely notify the State Fire Marshal
- 537 as required by this licensing law.

- 538 (d) Failure of an individual license holder to maintain
- 539 his license on his person and to present it for inspection as
- 540 required by this licensing law.
- (e) Assisting an unlicensed person or company to engage
- 542 in alarm contracting or closed circuit television alarm system
- 543 contracting as prohibited.
- (f) Refuse to admit the State Fire Marshal or his
- 545 designated representative to an operating location or refuse to
- 546 cooperate in the purposes of such admittance as required.
- 547 (2) Class II offenses shall be as follows:
- 548 (a) Commission of a second Class I offense.
- 549 (b) A Class I offense committed during a probation of
- 550 one's licensure for a Class I offense.
- 551 (3) A Class III offense shall be as follows:
- 552 (a) The knowing and willful signature of or submission
- of any document to the State Fire Marshal when the applicant or
- 554 licensee knew that document contained false or intentionally
- 555 misleading information.
- (b) Engaging in alarm contracting or closed circuit
- 557 television alarm system contracting without a license as
- 558 prohibited.
- (c) Engaging in alarm contracting or closed circuit
- 560 television alarm system contracting during suspension of one's
- 561 license.
- 562 (d) The repeated, flagrant and willful commission of
- 563 Class I offenses.
- (e) Failure by an alarm contracting company to maintain
- 565 a general liability and errors and omissions insurance policy as
- 566 required, or to maintain a workers' compensation insurance policy
- 567 as required by state law.
- (f) Engaging in false, misleading or deceptive acts or
- 569 practices.

- 570 **SECTION 13.** (1) The State Fire Marshal may impose, by
- 571 written citation after reasonable notice and opportunity for
- 572 hearing in accordance with the Administrative Procedures Act,
- 573 penalties for violation of this act as provided in this section.
- 574 Appeals from imposition of such penalties shall also be governed
- 575 by the Administrative Procedure Act.
- 576 (2) A Class I offense shall be punishable by any or all of
- 577 the following:
- 578 (a) Written reprimand by the State Fire Marshal. Such
- 579 reprimand shall be a part of the record of the licensee and shall
- 580 be maintained by the State Fire Marshal for a period of three (3)
- 581 years. During such time, the reprimand may be given consideration
- 582 in taking any subsequent disciplinary action against that
- 583 licensee.
- (b) Probation of licensure for not more than twelve
- 585 (12) months. Such probation may include placement of restrictions
- 586 on the alarm contracting or closed circuit television alarm system
- 587 contracting activities and the license of the offender. Any
- 588 subsequent offense committed during probation will make the
- 589 offender subject to penalties for a Class II offense.
- 590 (c) A fine of not more than Five Hundred Dollars
- 591 (\$500.00).
- 592 (3) A Class II offense shall be punishable by any or all of
- 593 the following:
- 594 (a) Any penalty authorized for a Class I offense.
- 595 (b) Suspension of licensure for not more than
- 596 twenty-four (24) months.
- 597 (c) A fine of not more than One Thousand Dollars
- 598 (\$1,000.00).
- 599 (4) A Class III offense shall be punishable by any or all of
- 600 the following:
- 601 (a) Any penalty authorized for a Class II offense.

- 602 (b) Revocation of licensure.
- 603 (c) A fine of not more than Five Thousand Dollars 604 (\$5,000.00).
- (5) The State Fire Marshal may impose a separate penalty for each separate commission of an offense.
- SECTION 14. (1) Except for requirements which pertain to
 all types of businesses generally, no county or municipality shall
 enact any new ordinance, rule or regulation regulating companies
 and persons subject to licensure pursuant to this act.
- (2) This act shall supersede any existing county or
 municipal ordinance, rule or regulation requiring certification or
 licensure of companies and persons engaged in alarm contracting,
 and such ordinances, rules and regulations shall be null, void and
 of no effect.
- (3) Additionally, this act shall supersede any existing
 county or municipal ordinance, rule or regulation requiring
 certification or licensure of companies and persons engaged in
 closed circuit television alarm system contracting and such
 ordinances, rules and regulations shall be null, void and of no
 effect.
- 5ECTION 15. (1) In addition to the penalties otherwise provided for by this act, the State Fire Marshal may cause to issue in any court of competent jurisdiction an injunction without bond enjoining any person from violating or continuing to violate the provisions of this act.
- (2) In the suit for an injunction, the State Fire Marshal
 may demand of the defendant a penalty of Fifty Dollars (\$50.00)
 per day for each violation, reasonable attorney fees and court
 costs. Judgment for penalty, attorney fees and court costs may be
 rendered in the same judgment in which the injunction is made
 absolute.

633	SECTION 16. (1) Each alarm contracting company engaged in
634	alarm contracting who sells an electronic protective system to a
635	consumer shall immediately return the lockout, installer or
636	programming code of the electronic protective system to the
637	factory default setting when the consumer cancels the contract
638	with the alarm company and contracts with another alarm company
639	provided all original contractual obligations are fulfilled.

- (2) In addition to the penalties provided in this act, any alarm contracting company who violates this section shall have its license revoked and be subject to a civil fine by the State Fire Marshal of not less than Five Hundred Dollars (\$500.00) nor more than Two Thousand Dollars (\$2,000.00).
- 645 **SECTION 17.** This act shall take effect and be in force from 646 and after July 1, 2006.

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

AN ACT TO CREATE THE MISSISSIPPI RESIDENTIAL ELECTRONIC
PROTECTION LICENSING ACT; TO ESTABLISH STATEWIDE UNIFORM
PROCEDURES AND QUALIFICATIONS FOR THE LICENSURE OF INDIVIDUALS AND
COMPANIES WHICH OFFER ELECTRONIC PROTECTIVE SYSTEMS TO THE GENERAL
PUBLIC; TO PROVIDE FOR LICENSE RENEWAL AND CONTINUING EDUCATION
REQUIREMENTS; TO AUTHORIZE THE STATE FIRE MARSHAL TO ASSESS AND
COLLECT FEES; TO CREATE THE ELECTRONIC PROTECTION LICENSING
ADVISORY BOARD; TO PROVIDE ADMINISTRATIVE AND CIVIL PENALTIES FOR
CERTAIN VIOLATIONS; TO PROVIDE FOR THE EFFECT ON LOCAL REGULATION;
AND FOR RELATED PURPOSES.

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