To: Judiciary A

HOUSE BILL NO. 1446

1	AN ACT TO AMEND SECTION 73-59-1, MISSISSIPPI CODE OF 1972, TO
2	DEFINE THE TERMS "ACTIVE LICENSEE" AND "INACTIVE LICENSEE"; TO
3	AMEND SECTION 73-59-3, MISSISSIPPI CODE OF 1972, TO REQUIRE PROOF
4	OF WORKERS' COMPENSATION INSURANCE AND PROOF OF LIABILITY
5	INSURANCE BEFORE OBTAINING A LICENSE AS A RESIDENTIAL BUILDER OR
6	REMODELER, AND TO REQUIRE PROOF OF CONTINUING EDUCATION AS A
7	PREREQUISITE FOR LICENSE RENEWAL; TO AMEND SECTION 71-3-5,
8	MISSISSIPPI CODE OF 1972, TO REQUIRE ALL STATE BOARD OF CONTRACTOR
9	LICENSEES TO BE EMPLOYERS SUBJECT TO THE PROVISIONS OF THE
LO	WORKERS' COMPENSATION ACT; TO AMEND SECTION 73-59-13, MISSISSIPPI
L1	CODE OF 1972, GRANTING THE BOARD THE ABILITY TO ISSUE CEASE AND
L2	DESIST ORDERS AGAINST RESIDENTIAL BUILDERS AND REMODELERS; TO
L3	AMEND SECTION 73-59-15, MISSISSIPPI CODE OF 1972, TO LIMIT THE
L4	NUMBER OF ANNUAL RESIDENTIAL BUILDINGS PERMITTED WITHIN ONE YEAR
L5	WITHOUT A LICENSE; TO AMEND SECTION 73-59-17, MISSISSIPPI CODE OF
L6	1972, TO REQUIRE DISPLAYING LICENSE NUMBERS AT JOB SITES; TO AMEND
L7	SECTION 31-3-15, MISSISSIPPI CODE OF 1972, TO REQUIRE PLACEMENT OF
L8	A SIGN BEARING CERTIFICATE OF RESPONSIBILITY NUMBER; AND FOR
L9	RELATED PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 21 **SECTION 1.** Section 73-59-1, Mississippi Code of 1972, is
- 22 amended as follows:
- 73-59-1. For the purposes of this chapter, the following words shall have the meanings ascribed herein:
- 25 (a) "Board" means the State Board of Contractors 26 created in Section 31-3-3, Mississippi Code of 1972.
- 27 (b) "Residential builder" means any corporation,
- 28 partnership or individual who constructs a building or structure
- 29 for sale for use by another as a residence or who, for a fixed
- 30 price, commission, fee, wage or other compensation, undertakes or
- 31 offers to undertake the construction, or superintending of the
- 32 construction, of any building or structure which is not more than
- 33 three (3) floors in height, to be used by another as a residence,
- 34 when the cost of the undertaking exceeds Fifty Thousand Dollars
- 35 (\$50,000.00).

- 36 (c) "Remodeler" means any corporation, partnership or
- 37 individual who, for a fixed price, commission, fee, wage or other
- 38 compensation, undertakes or offers to undertake the construction,
- 39 or superintending of the construction, of improvements to an
- 40 existing residence when the cost of the improvements exceeds Ten
- 41 Thousand Dollars (\$10,000.00).
- 42 (d) "Residential construction" means any undertaking
- 43 described in paragraph (b) of this section performed by a
- 44 residential builder.
- 45 (e) "Residential improvement" means any undertaking
- 46 described in paragraph (c) of this section performed by a
- 47 remodeler.
- 48 (f) "Active licensee" means any builder or remodeler
- 49 licensed under this chapter and engaged in building and
- 50 remodeling.
- 51 (g) "Inactive licensee" means any builder or remodeler
- 52 licensed under this chapter and not engaged in building or
- 53 remodeling.
- 54 **SECTION 2.** Section 73-59-3, Mississippi Code of 1972, is
- 55 amended as follows:
- 73-59-3. (1) Except as otherwise provided in Section
- 57 73-59-15, persons who perform or formerly performed residential
- 58 construction or residential improvement shall be licensed by the
- 59 board annually as an active licensee or inactive licensee, as
- 60 appropriate, and, as a prerequisite to obtaining a license or
- 61 renewal thereof, each shall submit to the board:
- 62 (a) Proof of workers' compensation insurance, however,
- 63 workers' compensation insurance shall not be required for inactive
- 64 licensees;
- (b) A federal employment identification number or
- 66 social security number;
- (c) Proof of general liability insurance, however,
- 68 liability insurance shall not be required for inactive licensees.

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70	(2) The board shall issue or renew an active or inactive
71	license to a residential builder or remodeler upon payment to the
72	board of the license fee and, for renewal of an active license,
73	upon submission of proof that a licensee has fulfilled a program
74	of continuing education deemed adequate in accordance with duly
75	promulgated rules and regulations of the board. The initial
76	license fee shall be Fifty Dollars (\$50.00). The license fee may
77	thereafter be increased or decreased by the board and cannot
78	exceed One Hundred Dollars (\$100.00); however, the receipts from
79	fees collected by the board shall be no greater than the amount
80	required to pay all costs and expenses incurred by the board in
81	enforcing the provisions of this chapter. Twenty-five Dollars
82	(\$25.00) of the fee required by this section which is assessed to
83	residential builders licensed under the provisions of Section
84	73-59-1 et seq. shall be deposited to the Construction Education
85	Fund created pursuant to Section 31-3-14 and shall be distributed
86	to the Mississippi Housing Institute. The remaining fees
87	collected under this chapter shall be deposited into the special
88	fund in the State Treasury known as the "State Board of
89	Contractor's Fund" created pursuant to Section 31-3-17 and shall
90	be used for the administration and enforcement of this chapter and
91	as provided in Section 31-3-14. Amounts in such fund shall not
92	lapse into the State General Fund at the end of a fiscal year.
93	Interest accrued to such fund shall remain in the fund. All
94	expenditures from the special fund shall be by requisition to the
95	Department of Finance and Administration, signed by the executive
96	secretary of the board and countersigned by the chairman or vice
97	chairman of the board.
98	(3) The license shall expire on the last day of the twelfth
99	month following its issuance or renewal and shall become invalid
100	unless renewed. The board shall notify by mail every licensee

under this chapter of the date of the expiration of his license

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and the amount of the fee required, along with continuing
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     education program requirements, for renewal of the license for one
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     (1) year. Such notice shall be mailed within thirty (30) days
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     prior to the expiration date of the license. The failure on the
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     part of any licensee to renew his license annually in such twelfth
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     month shall not deprive such licensee of the right of renewal,
     provided that renewal is effected within one hundred twenty (120)
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     days after the expiration date of the license by payment of the
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     license fee plus a penalty of ten percent (10%) of the license
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           A new license required to replace a revoked, lost, mutilated
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     or destroyed license may be issued, subject to the rules of the
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     board, for a charge of not more than Twenty-five Dollars ($25.00).
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     An inactive licensee may become an active licensee upon
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     application meeting all the requirements of Section 73-59-3.
               Any person who is not a resident of the State of
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     Mississippi who desires to perform residential construction or
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     residential improvement shall be licensed to perform such
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     construction or improvement as provided by this chapter.
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          SECTION 3. Section 71-3-5, Mississippi Code of 1972, is
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     amended as follows:
          71-3-5. The following shall constitute employers subject to
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     the provisions of this chapter:
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          Every person, firm and private corporation, including any
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     public service corporation but excluding, however, all nonprofit
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     charitable, fraternal, cultural, or religious corporations or
     associations, that have in service five (5) or more workmen or
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     operatives regularly in the same business or in or about the same
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     establishment under any contract of hire, express or implied,
     except that all persons licensed by the State Board of Contractors
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     pursuant to Section 73-59-1 et seq. shall be employers subject to
     the provisions of this chapter.
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          Any state agency, state institution, state department, or
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subdivision thereof, including counties, municipalities and school

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districts, or the singular thereof, not heretofore included under
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     the Workers' Compensation Law, may elect, by proper action of its
     officers or department head, to come within its provisions and, in
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     such case, shall notify the commission of such action by filing
     notice of compensation insurance with the commission. Payment for
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     compensation insurance policies so taken may be made from any
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     appropriation or funds available to such agency, department or
     subdivision thereof, or from the general fund of any county or
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     municipality.
          From and after July 1, 1990, all offices, departments,
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     agencies, bureaus, commissions, boards, institutions, hospitals,
     colleges, universities, airport authorities or other
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     instrumentalities of the "state" as such term is defined in
     Section 11-46-1, Mississippi Code of 1972, shall come under the
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     provisions of the Workers' Compensation Law. Payment for
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     compensation insurance policies so taken may be made from any
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     appropriation or funds available to such office, department,
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     agency, bureau, commission, board, institution, hospital, college,
     university, airport authority or other instrumentality of the
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     state.
          From and after October 1, 1990, counties and municipalities
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     shall come under the provisions of the Workers' Compensation Law.
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     Payment for compensation insurance policies so taken may be made
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     from any funds available to such counties and municipalities.
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          From and after October 1, 1993, all "political subdivisions,"
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     as such term is defined in Section 11-46-1, Mississippi Code of
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     1972, except counties and municipalities shall come under the
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     provisions of the Workers' Compensation Law. Payment for
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     compensation insurance policies so taken may be made from any
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     funds available to such political subdivisions.
          From and after July 1, 1988, the "state" as such term is
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     defined in Section 11-46-1, Mississippi Code of 1972, may elect to
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become a self-insurer under the provisions elsewhere set out by

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law, by notifying the commission of its intent to become a 168 169 self-insurer. The cost of being such a self-insurer, as provided 170 otherwise by law, may be paid from funds available to the offices, 171 departments, agencies, bureaus, commissions, boards, institutions, 172 hospitals, colleges, universities, airport authorities or other 173 instrumentalities of the state. 174 The Mississippi Transportation Commission, the Department of 175 Public Safety and the Mississippi Industries for the Blind may elect to become self-insurers under the provisions elsewhere set 176 177 out by law by notifying the commission of their intention of 178 becoming such a self-insurer. The cost of being such a 179 self-insurer, as provided elsewhere by law, may be paid from funds 180 available to the Mississippi Transportation Commission, the 181 Department of Public Safety or the Mississippi Industries for the 182 Blind. 183 The Mississippi State Senate and the Mississippi House of 184 Representatives may elect to become self-insurers under provisions 185 elsewhere set out by law by notifying the commission of their 186 intention of becoming such self-insurers. The cost of being such 187 self-insurers, as provided elsewhere by law, may be paid from 188 funds available to the Mississippi State Senate and the 189 Mississippi House of Representatives. The Mississippi State 190 Senate and the Mississippi House of Representatives are authorized 191 and empowered to provide workers' compensation benefits for 192 employees after January 1, 1970. 193 Any municipality of the State of Mississippi having forty 194 thousand (40,000) population or more desiring to do so may elect 195 to become a self-insurer under provisions elsewhere set out by law by notifying the commission of its intention of becoming such an 196 197 insurer. The cost of being such a self-insurer, as provided 198 elsewhere by law, may be provided from any funds available to such 199 municipality.

200 The commission may, under such rules and regulations as it 201 prescribes, permit two (2) or more "political subdivisions," as such term is defined in Section 11-46-1, Mississippi Code of 1972, 202 203 to pool their liabilities to participate in a group workers' 204 compensation self-insurance program. The governing authorities of 205 any political subdivision may authorize the organization and 206 operation of, or the participation in such a group self-insurance program with other political subdivisions, provided such program 207 208 is approved by the commission. The cost of participating in a 209 group self-insurance program may be provided from any funds 210 available to a political subdivision. 211 Domestic servants, farmers and farm labor are not included 212 under the provisions of this chapter, but this exemption does not 213 apply to the processing of agricultural products when carried on commercially. Any purchaser of timber products shall not be 214 215 liable for workers' compensation for any person who harvests and 216 delivers timber to such purchaser if such purchaser is not liable 217 for unemployment tax on the person harvesting and delivering the 218 timber as provided by United States Code Annotated, Title 26, 219 Section 3306, as amended. Provided, however, nothing in this 220 section shall be construed to exempt an employer who would 221 otherwise be covered under Section 71-3-5 from providing workers' 222 compensation coverage on those employees for whom he is liable for 223 unemployment tax. 224 Employers exempted by this section may assume, with respect 225 to any employee or classification of employees, the liability for 226 compensation imposed upon employers by this chapter with respect 227 to employees within the coverage of this chapter. The purchase and acceptance by such employer of valid workers' compensation 228 229 insurance applicable to such employee or classification of employees shall constitute, as to such employer, an assumption by 230 231 him of such liability under this chapter without any further act 232 on his part notwithstanding any other provisions of this chapter, * HR03/ R1068*

H. B. No. 1446 07/HR03/R1068 PAGE 7 (CJR\LH) 233 but only with respect to such employee or such classification of 234 employees as are within the coverage of the state fund. 235 assumption of liability shall take effect and continue from the 236 effective date of such workers' compensation insurance and as long 237 only as such coverage shall remain in force, in which case the 238 employer shall be subject with respect to such employee or 239 classification of employees to no other liability than the 240 compensation as provided for in this chapter. An owner/operator, and his drivers, must provide a 241 242 certificate of insurance of workers' compensation coverage to the 243 motor carrier or proof of coverage under a self-insured plan or an 244 occupational accident policy. Any such occupational accident policy shall provide a minimum of One Million Dollars 245 246 (\$1,000,000.00) of coverage. Should the owner/operator fail to provide written proof of coverage to the motor carrier, then the 247 248 owner/operator, and his drivers, shall be covered under the motor 249 carrier's workers' compensation insurance program and the motor 250 carrier is authorized to collect payment of the premium from the 251 owner/operator. In the event that coverage is obtained by the 252 owner/operator under a workers' compensation policy or through a 253 self-insured or occupational accident policy, then the 254 owner/operator, and his drivers, shall not be entitled to benefits 255 under the motor carrier's workers' compensation insurance program 256 unless the owner/operator has elected in writing to be covered 257 under the carrier's workers' compensation program or policy or if 258 the owner/operator is covered by the carrier's plan because he 259 failed to obtain coverage. Coverage under the motor carrier's 260 workers' compensation insurance program does not terminate the 261 independent contractor status of the owner/operator under the 262 written contract or lease agreement. Nothing shall prohibit or 263 prevent an owner/operator from having or securing an occupational 264 accident policy in addition to any workers' compensation coverage 265 authorized by this section. Other than the amendments to this * HR03/ R1068* H. B. No. 1446

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section by Chapter 523, Laws of 2006, the provisions of this 266 267 section shall not be construed to have any effect on any other provision of law, judicial decision or any applicable common law. 268 269 This chapter shall not apply to transportation and maritime 270 employments for which a rule of liability is provided by the laws 271 of the United States. 272 This chapter shall not be applicable to a mere direct buyer-seller or vendor-vendee relationship where there is no 273 employer-employee relationship as defined by Section 71-3-3, and 274 275 any insurance carrier is hereby prohibited from charging a premium 276 for any person who is a seller or vendor rather than an employee. 277 Any employer may elect, by proper and written action of its 278 own governing authority, to be exempt from the provisions of the 279 Workers' Compensation Law as to its sole proprietor, its partner 280 in a partnership or to its employee who is the owner of fifteen 281 percent (15%) or more of its stock in a corporation, if such sole 282 proprietor, partner or employee also voluntarily agrees thereto in 283 writing. Any sole proprietor, partner or employee owning fifteen 284 percent (15%) or more of the stock of his/her corporate employer 285 who becomes exempt from coverage under the Workers' Compensation 286 Law shall be excluded from the total number of workers or 287 operatives toward reaching the mandatory coverage threshold level 288 of five (5). 289 SECTION 4. Section 73-59-13, Mississippi Code of 1972, is 290 amended as follows: (1) The board, upon satisfactory proof and in 291 73-59-13. 292 accordance with the provisions of this chapter and the regulations

(a) Violating any of the provisions of this chapter or the rules or regulations of the board pertaining to the work of residential building or residential improvement;

of the board pertaining thereto, is authorized to take the

disciplinary actions provided for in this section against any

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person for any of the following reasons:

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299	(b) Fraud, deceit or misrepresentation in obtaining a
300	license;
301	(c) Gross negligence or misconduct;
302	(d) Engaging in work of residential building or
303	residential improvement on an expired license or while under
304	suspension or revocation of license unless the suspension or
305	revocation be abated in accordance with this chapter;
306	(e) Loaning a license to an unlicensed person;
307	(f) Failing to maintain workers' compensation
308	insurance, if applicable; or
309	(g) Failing to pay for goods or services for which the
310	builder is contractually bound.
311	(2) Any person, including members of the board, may prefer
312	charges against any other person for committing any of the acts
313	set forth in subsection (1) of this section. Such charges shall
314	be sworn to, either upon actual knowledge or upon information and
315	belief, and shall be filed with the board.
316	The board shall investigate all charges filed with it and,
317	upon finding reasonable cause to believe that the charges are not
318	frivolous, unfounded or filed in bad faith, may, in its
319	discretion, cause a hearing to be held, at a time and place fixed
320	by the board, regarding the charges and may compel the accused by
321	subpoena to appear before the board to respond to such charges.
322	The board shall send a certified inspector to inspect the
323	building or structure which is the subject of a complaint or the
324	board may use a county certified building inspector from the
325	county where the building or structure is located to inspect the
326	building or structure which is the subject of a complaint. The
327	report of the inspector shall be used in the investigation and the
328	determination of the board. The provisions above shall only apply
329	to hearings.
330	No disciplinary action may be taken until the accused has

331 been furnished both a statement of the charges against him and

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notice of the time and place of the hearing thereon, which shall 332 333 be personally served on such accused or mailed by certified mail, 334 return receipt requested, to the last known business or residence 335 address of the accused not less than thirty (30) days prior to the 336 date fixed for the hearing. The complaining party shall be 337 notified of the place and time of the hearing by mail to the last known business or residence address of the complaining party not 338 339 less than thirty (30) days prior to the date fixed for the 340 hearing. 341 At any hearing held hereunder, the board shall have the 342 power to subpoena witnesses and compel their attendance and may 343 also require the production of books, papers, documents or other 344 materials which may be pertinent to the proceedings. The board 345 may designate or secure a hearing officer to conduct the hearing. All evidence shall be presented under oath, which may be 346 347 administered by any member of the board, and thereafter the 348 proceedings may, if necessary, be transcribed in full by a court 349 reporter and filed as part of the record in the case. Copies of 350 such transcriptions may be provided to any party to the 351 proceedings at a price reflecting actual cost, to be fixed by the 352 board. 353 All witnesses who are subpoenaed and appear in any 354 proceedings before the board shall receive the same fees and 355 mileage as allowed by law to witnesses in county, circuit and 356 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 357 358 case. 359 When, in any proceeding before the board, any witness shall fail or refuse to attend upon subpoena issued by the board, shall 360 361 refuse to testify, or shall refuse to produce any books and papers the production of which is called for by the subpoena, the 362 363 attendance of such witness and the giving of his testimony and the 364 production of the books and papers shall be enforced by any court

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- of competent jurisdiction of this state in the manner provided for the enforcement of attendance and testimony of witnesses in civil
- 367 cases in the courts of this state.
- 368 The accused and the complaining party shall have the right to
- 369 be present at the hearing in person, by counsel or other
- 370 representative, or both. The board is authorized for proper cause
- 371 to continue or recess the hearing as may be necessary.
- 372 (4) At the conclusion of the hearing, the board may either
- 373 decide the issue at that time or take the case under advisement
- 374 for further deliberation. The board shall render its decision not
- 375 more than ninety (90) days after the close of the hearing and
- 376 shall forward to the last known business or residence address of
- 377 the accused, by certified mail, return receipt requested, a
- 378 written statement of the decision of the board.
- 379 (5) If a majority of the board finds the accused guilty of
- 380 the charges filed, the board may:
- 381 (a) Issue a public or private reprimand;
- 382 (b) Suspend or revoke the license of the accused; or
- 383 (c) In lieu of or in addition to any reprimand,
- 384 suspension or revocation, assess and levy upon the guilty party a
- 385 monetary penalty of not less than One Hundred Dollars (\$100.00)
- 386 nor more than Five Thousand Dollars (\$5,000.00) for each
- 387 violation.
- 388 (6) A monetary penalty assessed and levied under this
- 389 section shall be paid to the board upon the expiration of the
- 390 period allowed for appeal of such penalties under this section or
- 391 may be paid sooner if the guilty party elects. Money collected by
- 392 the board under this section shall be deposited to the credit of
- 393 the State Board of Contractors' Fund.
- When payment of a monetary penalty assessed and levied by the
- 395 board in accordance with this section is not paid when due, the
- 396 board shall have the power to institute and maintain proceedings
- 397 in its name for enforcement of payment in the chancery court of

- 398 the county of residence of the delinquent party; however, if the
- 399 delinquent party is a nonresident of the State of Mississippi,
- 400 such proceedings shall be in the Chancery Court of the First
- 401 Judicial District of Hinds County, Mississippi.
- 402 (7) When the board has taken a disciplinary action under
- 403 this section, the board may, in its discretion, stay such action
- 404 and place the guilty party on probation for a period not to exceed
- 405 one (1) year upon the condition that such party shall not further
- 406 violate either the laws of the State of Mississippi pertaining to
- 407 the practice of residential construction or residential remodeling
- 408 or the bylaws, rules or regulations promulgated by the board.
- 409 (8) The board shall not assess any of the costs of
- 410 disciplinary proceedings conducted pursuant to this section
- 411 against the prevailing party.
- 412 (9) The power and authority of the board to assess and levy
- 413 the monetary penalties provided for in this section shall not be
- 414 affected or diminished by any other proceedings, civil or
- 415 criminal, concerning the same violation or violations except as
- 416 provided in this section.
- 417 (10) The board, for sufficient cause, may reissue a revoked
- 418 license whenever a majority of the board members vote to do so.
- 419 (11) Whenever it appears to the board that any person has
- 420 engaged or is about to engage in any act or practice constituting
- 421 a violation of any provision of this chapter or any rule or order
- 422 <u>issued hereunder, it may, in its discretion, and in addition to</u>
- 423 other remedies authorized by law, issue a cease and desist order,
- 424 with or without a prior notice and hearing, against the person or
- 425 persons engaged in the prohibited activities. Such cease and
- 426 desist order shall direct the person or persons to cease and
- 427 desist from such illegal activity.
- 428 (12) Any person aggrieved by any order or decision of the
- 429 board may appeal within ten (10) days from the date of adjournment
- 430 of the session at which the board rendered such order or decision,

and may embody the facts, order and decision in a bill of 431 432 exceptions which shall be signed by the person acting as chairman 433 of the board. The board shall transmit the bill of exceptions to 434 either the chancery court of the county of residence of the 435 appellant, or the Chancery Court of the First Judicial District of 436 Hinds County, at the election of the appellant, and the court or 437 chancellor shall hear and determine the same either in termtime or 438 in vacation, on the case as presented by the bill of exceptions, as an appellant court, and shall affirm or reverse the judgment. 439 440 If the judgment be reversed, the chancery court or chancellor 441 shall render such order or judgment as the board ought to have rendered, and certify the same to the board; and costs shall be 442 443 awarded as in other cases. The board may employ counsel to defend 444 such appeals, to be paid out of the funds in the State Board of 445 Contractors' Fund. 446 The remedies provided under this chapter for any aggrieved 447 applicant shall not be exclusive, but shall be cumulative of and supplemental to any other remedies which he may otherwise have in 448 449 law or in equity, whether by injunction or otherwise. 450 (13) Any political subdivision or agency of this state which 451 receives a complaint against a residential builder or remodeler 452 shall, in addition to exercising whatever authority such political 453 subdivision or agency has been given over such complaint, forward 454 the complaint to the board. 455 In addition to the reasons specified in subsection (1) 456 of this section, the board shall be authorized to suspend the 457 license of any licensee for being out of compliance with an order 458 for support, as defined in Section 93-11-153. The procedure for 459 suspension of a license for being out of compliance with an order 460 for support, and the procedure for the reissuance or reinstatement

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of a license suspended for that purpose, and the payment of any

fees for the reissuance or reinstatement of a license suspended

for that purpose, shall be governed by Section 93-11-157 or

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464 93-11-163, as the case may be. Actions taken by the board in
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- 465 suspending a license when required by Section 93-11-157 or
- 466 93-11-163 are not actions from which an appeal may be taken under
- 467 this section. Any appeal of a license suspension that is required
- 468 by Section 93-11-157 or 93-11-163 shall be taken in accordance
- 469 with the appeal procedure specified in Section 93-11-157 or
- 470 93-11-163, as the case may be, rather than the procedure specified
- 471 in this section. If there is any conflict between any provision
- 472 of Section 93-11-157 or 93-11-163 and any provision of this
- 473 chapter, the provisions of Section 93-11-157 or 93-11-163, as the
- 474 case may be, shall control.
- 475 **SECTION 5.** Section 73-59-15, Mississippi Code of 1972, is
- 476 amended as follows:
- 477 73-59-15. (1) This chapter shall not apply to:
- 478 (a) Agricultural buildings, buildings used for
- 479 agricultural purposes, buildings constructed as a community
- 480 effort, or tenant houses;
- 481 (b) Any person who undertakes construction or
- 482 improvement on his own residence, or who acts as his own general
- 483 contractor in the performance of construction or improvement on
- 484 his own residence, or who acts under the supervision of the
- 485 owner-occupant who is the general contractor;
- 486 (c) Any person who undertakes residential construction
- 487 or improvement, or who acts as a general contractor in the
- 488 performance of residential construction or improvement, or who
- 489 acts under supervision of the owner-occupant with respect to
- 490 residential construction or improvement, when the owner of such
- 491 construction or improvement is related to such person by
- 492 consanguinity or direct affinity;
- (d) The owners of property who supervise, superintend,
- 494 oversee, direct or in any manner assume charge of the
- 495 construction, alteration, repair, improvement, movement,
- 496 demolition, putting up, tearing down or maintenance of any

- 497 building, railroad, excavation, project, development, improvement,
- 498 plant facility or any other construction undertaking on such
- 499 property for use by such owner and which will not be for sale,
- 500 rent, public use or public assembly;
- 501 (e) An employee of a licensed residential builder;
- (f) A contractor holding a valid license or certificate
- of responsibility for general construction from the board;
- 504 (g) Any nonresident contractor holding a valid license
- 505 or certificate of responsibility for general construction;
- 506 (h) Any person who constructs one (1) single residence
- 507 or less within a period of one (1) year in any county or
- 508 municipality which does not require a building permit or any local
- 509 certification for such construction.
- 510 (2) A person specified in subsection (1)(b) shall not make
- 511 more than one (1) application for a permit to construct a single
- 512 residence or shall not construct more than one (1) single
- 513 residence within a period of one (1) year. There shall be a
- 514 rebuttable presumption that such person intends to construct for
- 515 the purpose of resale, lease, rent or any similar purpose if more
- 516 than $\underline{\text{one (1)}}$ application is made for a permit to construct a
- 517 single residence or if more than one (1) single residence is
- 518 constructed within a period of one (1) year.
- 519 (3) The provisions of this section shall not apply to
- 520 builders and remodelers who are not domiciled in the State of
- 521 Mississippi. Builders and remodelers who are not domiciled in the
- 522 State of Mississippi are not required to be licensed under the
- 523 provisions of this chapter if the state in which they are
- 524 domiciled requires licensing and the licensing state's
- 525 requirements are at least the equivalent of those requirements
- 526 provided in this chapter.
- 527 **SECTION 6.** Section 73-59-17, Mississippi Code of 1972, is
- 528 amended as follows:

73-59-17. (1) The building official, or other authority 529 530 charged with the duty of issuing building or similar permits, of any municipality or county, shall refuse to issue a permit for any 531 532 undertaking which would classify the applicant as a residential 533 builder or remodeler under this chapter unless the applicant has 534 furnished evidence that he is either licensed as required by this 535 chapter or exempt from the requirements of this chapter. building official, or other authority charged with the duty of 536 issuing building or similar permits, shall also report to the 537 538 board the name and address of any person who, in his opinion, has 539 violated this chapter by accepting, or contracting to accomplish, 540 work which would classify the person as a residential builder or 541 remodeler under this chapter without a license or acknowledgement. 542 (2) Once a building permit is issued to a residential builder or remodeler by the building official, or other authority 543 544 charged with the duty of issuing building or similar permits, of 545 any municipality or county, such licensed builder or remodeler 546 shall exhibit a sign at the permitted job site which shall 547 include, prominently displayed, the license number of the builder 548 or remodeler and the state issuing the license. 549 SECTION 7. Section 31-3-15, Mississippi Code of 1972, is 550 amended as follows: 551 31-3-15. No contract for public or private projects shall be 552 issued or awarded to any contractor who did not have a current 553 certificate of responsibility issued by said board at the time of 554 the submission of the bid, or a similar certificate issued by a 555 similar board of another state which recognizes certificates 556 issued by said board. Any contract issued or awarded in violation of this section shall be null and void. 557 In addition, any 558 contractor awarded a contract for public or private projects shall exhibit a sign at the job site which shall include, prominently 559 560 displayed, his certificate of responsibility number and the name 561 of the state issuing the certificate. * HR03/ R1068* H. B. No. 1446

07/HR03/R1068 PAGE 17 (CJR\LH) 562 **SECTION 8.** This act shall take effect and be in force from 563 and after July 1, 2007.