To: County Affairs

By: Senator(s) Suber

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## COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2923

1 2	AN ACT TO AMEND SECTION 19-5-9, MISSISSIPPI CODE OF 1972, 'ALLOW CERTAIN COUNTIES TO OPT OUT OF REQUIRING PERMITTING AS A	ТО
3	CONDITION TO CONSTRUCTION WITHIN THE UNINCORPORATED AREAS OF A	
4	COUNTY; TO AMEND SECTION 21-19-25, MISSISSIPPI CODE OF 1972, TO	
5	ALLOW CERTAIN MUNICIPALITIES TO OPT OUT OF REQUIRING PERMITTING	AS
6 7	A CONDITION TO CONSTRUCTION WITHIN THE MUNICIPALITY'S JURISDICTION; TO AMEND SECTION 73-59-1, MISSISSIPPI CODE OF 1973	2
8	TO INCREASE THE MONETARY THRESHOLD OF IMPROVEMENTS TO AN EXISTI	
9	RESIDENCE A PERSON MUST MEET IN ORDER TO FALL WITHIN THE	LVO
10	DEFINITION OF REMODELER; TO AMEND 73-59-3, MISSISSIPPI CODE OF	
11	1972, TO ESTABLISH AN ALTERNATIVE LICENSURE PROCEDURE FOR THE	
12	STATE BOARD OF CONTRACTORS; AND FOR RELATED PURPOSES.	
13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIP	PI:
14	SECTION 1. Section 19-5-9, Mississippi Code of 1972, is	
15	amended as follows:	
16	19-5-9. (1) The construction codes published by a	
17	nationally recognized code group which sets minimum standards as	nd
18	has the proper provisions to maintain up-to-date amendments are	
19	adopted as minimum standard guides for building, plumbing,	
20	electrical, gas, sanitary, and other related codes in Mississip	pi.
21	Any county within the State of Mississippi, in the discretion of	f
22	the board of supervisors, may adopt building codes, plumbing	
23	codes, electrical codes, sanitary codes, or other related codes	
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24 dealing with general public health, safety or welfare, or a 25 combination of the same, within but not exceeding the provisions 26 of the construction codes published by nationally recognized code 27 groups, by order or resolution in the manner prescribed in this 28 section, but those codes so adopted shall apply only to the 29 unincorporated areas of the county. However, those codes shall not apply to the erection, maintenance, repair or extension of 30 31 farm buildings or farm structures, except as may be required under 32 the terms of the "Flood Disaster Protection Act of 1973," and 33 shall apply to a master planned community as defined in Section 34 19-5-10 only to the extent allowed in Section 19-5-10. provisions of this section shall not be construed to authorize the 35 36 adoption of any code which applies to the installation, repair or 37 maintenance of electric wires, pipelines, apparatus, equipment or 38 devices by or for a utility rendering public utility services, 39 required by it to be utilized in the rendition of its duly 40 authorized service to the public. Before any such code shall be adopted, it shall be either printed or typewritten and shall be 41 42 presented in pamphlet form to the board of supervisors at a 43 regular meeting. The order or resolution adopting the code shall 44 not set out the code in full, but shall merely identify the same. 45 The vote or passage of the order or resolution shall be the same as on any other order or resolution. After its adoption, the code 46 or codes shall be certified to by the president and clerk of the 47 board of supervisors and shall be filed as a permanent record in 48

- 49 the office of the clerk who shall not be required to transcribe 50 and record the same in the minute book as other orders and 51 resolutions.
- 52 If the board of supervisors of any county adopts or has 53 adopted construction codes which do not have proper provisions to 54 maintain up-to-date amendments, specifications in such codes for cements used in portland cement concrete shall be superseded by 55 56 nationally recognized specifications referenced in any code 57 adopted by the Mississippi Building Code Council.
- (3) All provisions of this section shall apply to amendments and revisions of the codes mentioned in this section. 59 provisions of this section shall be in addition and supplemental 60 61 to any existing laws authorizing the adoption, amendment or 62 revision of county orders, resolutions or codes.
- 63 Any code adopted under the provisions of this section 64 shall not be in operation or force until sixty (60) days have 65 elapsed from the adoption of same; however, any code adopted for the immediate preservation of the public health, safety and 66 67 general welfare may be effective from and after its adoption by a 68 unanimous vote of the members of the board. Within five (5) days 69 after the adoption or passage of an order or resolution adopting 70 that code or codes the clerk of the board of supervisors shall 71 publish in a legal newspaper published in the county the full text 72 of the order or resolution adopting and approving the code, and the publication shall be inserted at least three (3) times, and 73

- 74 shall be completed within thirty (30) days after the passage of 75 the order or resolution.
- 76 Any person or persons objecting to the code or codes may 77 object in writing to the provisions of the code or codes within 78 sixty (60) days after the passage of the order or resolution 79 approving same, and if the board of supervisors adjudicates that 80 ten percent (10%) or more of the qualified electors residing in 81 the affected unincorporated areas of the county have objected in 82 writing to the code or codes, then in such event the code shall be inoperative and not in effect unless adopted for the immediate 83 84 preservation of the public health, safety and general welfare 85 until approved by a special election called by the board of 86 supervisors as other special elections are called and conducted by 87 the election commissioners of the county as other special elections are conducted, the special election to be participated 88 89 in by all the qualified electors of the county residing in the 90 unincorporated areas of the county. If the voters approve the code or codes in the special election it shall be in force and in 91 92 operation thereafter until amended or modified as provided in this 93 If the majority of the qualified electors voting in the section. 94 special election vote against the code or codes, then, in such 95 event, the code or codes shall be void and of no force and effect, and no other code or codes dealing with that subject shall be 96 97 adopted under the provisions of this section until at least two

(2) years thereafter.

- 99 (6) After any such code shall take effect the board of 100 supervisors is authorized to employ such directors and other personnel as the board, in its discretion, deems necessary and to 101 102 expend general county funds or any other funds available to the 103 board to fulfill the purposes of this section.
- 104 (7) For the purpose of promoting health, safety, morals or 105 the general welfare of the community, the governing authority of 106 any municipality, and, with respect to the unincorporated part of 107 any county, the governing authority of any county, in its discretion, is empowered to regulate the height, number of stories 108 109 and size of building and other structures, the percentage of lot 110 that may be occupied, the size of the yards, courts and other open 111 spaces, the density or population, and the location and use of 112 buildings, structures and land for trade, industry, residence or 113 other purposes, but no permits shall be required except as may be 114 required under the terms of the "Flood Disaster Protection Act of 115 1973" for the erection, maintenance, repair or extension of farm buildings or farm structures outside the corporate limits of 116 117 municipalities.
- 118 The authority granted in this section is cumulative and 119 supplemental to any other authority granted by law.
- 120 Notwithstanding any provision of this section to the contrary, any code adopted by a county before or after April 12, 121 122 2001, is subject to the provisions of Section 41-26-14(10).

123	(10) Notwithstanding any provision of this section to the
124	contrary, the Boards of Supervisors of Jackson, Harrison, Hancock,
125	Stone and Pearl River Counties shall enforce the requirements
126	imposed under Section 17-2-1 as provided in such section.
127	(11) Regardless of whether a county adopts or has adopted
128	codes, as set forth in this section, each and every county in this
129	state shall require permitting as a condition to construction
130	within the unincorporated areas of the county * * *; provided,
131	however, that each county with a population under twenty-two
132	thousand five hundred (22,500) according to the most recent
133	federal decennial census may opt out of requiring such permitting
134	by a majority vote of the board of supervisors made before
135	December 31, 2024. Such an opt out shall only be effective until
136	July 1, 2029. If a county is eligible to opt out but does not do
137	so, or if the county is not eligible to opt out, the required
138	permits shall contain, on their face, in conspicuous print, (a)
139	the contractor's material purchase certificate number to the
140	extent furnished by the Department of Revenue pursuant to Section
141	27-65-21(3) or the contractor's Taxpayer Identification Number as
142	furnished by the Internal Revenue Service, and either a copy of
143	such material purchase certificate furnished by the Department of
144	Revenue pursuant to Section 27-65-21(3), or a copy of the
145	contractor's W-9, as the case may be, shall be required to be
146	provided to the county as part of the prime contractor's
147	application for such permit, prior to the issuance of such permit,

- 148 and (b) the contractor's license or certificate of responsibility
- 149 number as required by either Section 31-3-14 et seq., 51-5-1 et
- 150 seq. or 73-59-1 et seq.
- SECTION 2. Section 21-19-25, Mississippi Code of 1972, is
- 152 amended as follows:
- 21-19-25. (1) Any municipality within the State of
- 154 Mississippi may, in the discretion of its governing authority,
- 155 adopt building codes, plumbing codes, electrical codes, gas codes,
- 156 sanitary codes, or any other codes dealing with general public
- 157 health, safety or welfare, or a combination of the same, by
- 158 ordinance, in the manner prescribed in this section. Before any
- 159 such code shall be adopted, it shall be either printed or
- 160 typewritten, and it shall be presented in pamphlet form to the
- 161 governing authority of the municipality at a regular meeting. The
- 162 ordinance adopting the code shall not set out the code in full,
- 163 but shall merely identify the same. The vote on passage of the
- 164 ordinance shall be the same as on any other ordinances. After its
- 165 adoption, the code shall be certified to by the mayor and clerk of
- 166 the municipality, and shall be filed as a permanent record in the
- 167 office of the clerk, who shall not be required to transcribe and
- 168 record the same in the ordinance book as other ordinances. It
- 169 shall not be necessary that the ordinance adopting the code or the
- 170 code itself be published in full, but notice of the adoption of
- 171 the code shall be given by publication in some newspaper of the
- 172 municipality for one (1) time, or if there be no such newspaper,

- 173 by posting at three (3) or more public places within the corporate
- 174 limits, a notice in substantially the following form:
- Notice is given that the city (or town or village) of
- , on the (give date of ordinance adopting code), adopted
- 177 (state type of code and other information serving to identify the
- 178 same) code.
- 179 (2) If the governing authority of any municipality adopts or
- 180 has adopted construction codes which do not have proper provisions
- 181 to maintain up-to-date amendments, specifications in such codes
- 182 for cements used in portland cement concrete shall be superseded
- 183 by nationally recognized specifications referenced in any code
- 184 adopted by the Mississippi Building Code Council.
- 185 (3) All the provisions of this section shall apply to
- 186 amendments and revisions of the code mentioned in this section.
- 187 Any code adopted in accordance with this section shall not be in
- 188 force for one (1) month after its passage, unless the municipal
- 189 authorities in the ordinance authorize to the contrary. The
- 190 provisions of this section shall be in addition and supplemental
- 191 to any existing laws authorizing the adoption, amendment or
- 192 revision of municipal ordinances or codes.
- 193 (4) Notwithstanding any provision of this section to the
- 194 contrary, any code adopted by a municipality before or after April
- 195 12, 2001, is subject to the provisions of Section 41-26-14(10).
- 196 (5) Notwithstanding any provision of this section to the
- 197 contrary, the governing authorities of each municipality in

- Jackson, Harrison, Hancock, Stone and Pearl River Counties shall enforce the requirements imposed under Section 17-2-1 as provided in such section.
- 201 Regardless of whether the governing authority of any 202 municipality adopts or has adopted construction codes, as set 203 forth in this section, each and every governing authority of any 204 municipality shall require permitting as a condition to 205 construction within the municipality's jurisdiction \* \* \*; 206 provided, however, that each municipality with a population under 207 seven thousand five hundred (7,500) according to the most recent 208 federal decennial census may opt out of requiring such permitting 209 by a majority vote of the governing authority made by December 31, 210 2025. Such an opt out shall only be effective until July 1, 2029. 211 If a municipality is eligible to opt out but does not do so, or is 212 ineligible to opt out, all such permits shall contain on their 213 faces, in conspicuous print, (a) the contractor's material 214 purchase certificate number to the extent one is furnished by the Department of Revenue pursuant to Section 27-65-21(3) or the 215 216 contractor's Taxpayer Identification Number as furnished by the 217 Internal Revenue Service, and either a copy of such material 218 purchase certificate furnished by the Department of Revenue pursuant to Section 27-65-21(3), or a copy of the contractor's 219 220 W-9, as the case may be, shall be required to be provided to the 221 governing authority of such municipality as part of the 222 contractor's application for such permit, prior to the issuance of

- 223 such permit, and (b) the contractor's license or certificate of
- 224 responsibility number as required by either Section 31-3-14 et
- 225 seq., 51-5-1 et seq. or 73-59-1 et seq.
- 226 (7) The provisions of this section shall apply to all
- 227 municipalities of this state, whether operating under the code
- 228 charter, a special charter, commission form, or other form of
- 229 government.
- 230 **SECTION 3.** Section 73-59-1, Mississippi Code of 1972, is
- 231 amended as follows:
- 73-59-1. For the purposes of this chapter, the following
- 233 words shall have the meanings ascribed herein:
- 234 (a) "Board" means the State Board of Contractors
- 235 created in Section 31-3-3, Mississippi Code of 1972.
- (b) "Residential builder" means any corporation,
- 237 partnership or individual who constructs a building or structure
- 238 for sale for use by another as a residence or who, for a fixed
- 239 price, commission, fee, wage or other compensation, undertakes or
- 240 offers to undertake the construction, or superintending of the
- 241 construction, of any building or structure which is not more than
- 242 three (3) floors in height, to be used by another as a residence,
- 243 when the total cost of the undertaking exceeds Fifty Thousand
- 244 Dollars (\$50,000.00).
- 245 (c) "Remodeler" means any corporation, partnership or
- 246 individual who, for a fixed price, commission, fee, wage or other
- 247 compensation, undertakes or offers to undertake the construction,

	248 or	su	perintendind	of	the	construction	, of	improvements	to	an
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- 249 existing residence when the total cost of the improvements
- 250 exceeds \* \* \* Twelve Thousand Five Hundred Dollars (\$12,500.00).
- 251 (d) "Residential construction" means any undertaking
- 252 described in paragraph (b) of this section performed by a
- 253 residential builder.
- (e) "Residential improvement" means any undertaking
- 255 described in paragraph (c) of this section performed by a
- 256 remodeler.
- 257 (f) "Active licensee" means any builder or remodeler
- 258 licensed under this chapter and engaged in building and
- 259 remodeling.
- 260 (g) "Inactive licensee" means any builder or remodeler
- 261 licensed under this chapter and not engaged in building or
- 262 remodeling.
- (h) "Construction manager" means any person or entity,
- 264 other than a residential builder, remodeler or owner, who has a
- 265 contract or agreement with the owner of the property for
- 266 residential construction or residential improvement, no matter if
- 267 that owner himself is the general contractor or a holder of a
- 268 building permit.
- 269 (i) "Residential solar contractor" means any person or
- 270 entity who installs, modifies, maintains, and repairs thermal and
- 271 photovoltaic solar energy systems.

272	SECTION 4. Section 73-59-3, Mississippi Code of 1972, is
273	amended as follows:
274	73-59-3. (1) Except as otherwise provided in Section
275	73-59-15 or Section 33-1-39, the following persons or entities
276	shall be licensed by the board annually as an active licensee or
277	inactive licensee, as appropriate:
278	(a) Persons or entities acting in the capacity as a
279	residential builder;
280	(b) Persons or entities acting in the capacity as a
281	residential remodeler;
282	(c) Persons or entities acting in the capacity as a
283	construction manager through a contract or an agreement with the
284	owner of the property being improved or constructed upon;
285	(d) Any subcontractor, of any tier, performing the
286	following work or within the following trade, on any residential
287	construction or residential improvement project, no matter the
288	dollar amount of the construction or improvements:
289	(i) Electrical;
290	(ii) Plumbing;
291	(iii) Mechanical; and/or
292	(iv) Heating, ventilation and/or air conditioning

residential solar contractor.

(e) Persons or entities acting in the capacity as a

and

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296	(2) As an alternative to examination provided for under
297	Section 73-59-5, an applicant who is a person or entity required
298	to be licensed by subsection (1)(c) and (d) of this section may be
299	issued a license by the board if the applicant:
300	(a) (i) Is licensed by a municipality and/or county
301	and submits documentation that the applicant has passed a
302	standardized examination such as an International Code Council
303	(ICC) examination or a municipality or county-administered
304	examination; or
305	(ii) Can demonstrate, by notarized affidavit, that
306	the applicant has been acting in the applicable capacity described
307	in subsection (1)(d) of this section for not less than five (5)
308	years and the applicant submits all of the following:
309	1. One (1) reference letter from a building
310	official or board licensed contractor specifying the
311	classification of work for which the applicant is seeking a
312	license;
313	2. One (1) reference letter from a bank or
314	other financial institution; and
315	3. One (1) general reference letter from a
316	project owner, architect, supplier or similar person or entity;
317	<u>and</u>
318	(b) Completes any applicable video course made
319	available by the board and submits a certificate of completion for
320	the course to the board.

322	(d) of this section may be issued a license under this subsection
323	after June 30, 2025.
324	( * * $\star$ 3) As a prerequisite to obtaining a license or
325	renewal thereof, each of the persons or entities in subsection (1)
326	of this section shall submit to the board:
327	(a) Proof of workers' compensation insurance, if
328	required by applicable law; however, workers' compensation
329	insurance shall not be required for inactive licensees;
330	(b) A federal employment identification number or
331	social security number.
332	( * * $\star \underline{4}$ ) The board may require liability insurance to be
333	licensed under this chapter and it shall be reflected on the
334	certificate of licensure; however, liability insurance shall not
335	be required for inactive licensees.
336	( * * $\star$ 5) The board shall issue or renew a license to
337	persons or entities required by subsection (1) of this section to
338	be licensed, upon payment to the board of the license fee. The
339	initial license fee shall be Fifty Dollars (\$50.00). The license
340	fee may thereafter be increased or decreased by the board and
341	cannot exceed One Hundred Dollars (\$100.00); however, the receipts
342	from fees collected by the board shall be no greater than the

No person required to be licensed under subsection (1)(c) and

amount required to pay all costs and expenses incurred by the

Dollars (\$25.00) of the fee required by this section which is

board in enforcing the provisions of this chapter. Twenty-five

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346 assessed to residential builders licensed under the provisions of 347 Section 73-59-1 et seq. shall be deposited to the Construction Education Fund created pursuant to Section 31-3-14 and shall be 348 349 distributed to the Mississippi Housing Institute. The remaining 350 fees collected under this chapter shall be deposited into the 351 special fund in the State Treasury known as the "State Board of 352 Contractors Fund" created pursuant to Section 31-3-17 and shall be used for the administration and enforcement of this chapter and as 353 354 provided in Section 31-3-14. Amounts in such fund shall not lapse 355 into the State General Fund at the end of a fiscal year. Interest accrued to such fund shall remain in the fund. All expenditures 356 357 from the special fund shall be by requisition to the Department of Finance and Administration, signed by the executive director of 358 359 the board and countersigned by the chairman or vice chairman of 360 the board.

(\*\*\*6) Except as provided in Section 33-1-39, the license shall expire on the last day of the twelfth month following its issuance or renewal and shall become invalid unless renewed. The board may notify by mail or email every licensee under this chapter of the date of the expiration of his license and the amount of the fee required for renewal of the license for one (1) year. To receive notification by email, a licensee must notify the board of his desire to receive notification by email and provide an email address. Such notice may be mailed or emailed within thirty (30) days prior to the expiration date of the

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371	license. The failure on the part of any licensee to renew his
372	license annually in such twelfth month shall not deprive such
373	licensee of the right of renewal, provided that renewal is
374	effected within one hundred eighty (180) days after the expiration
375	date of the license by payment of the license fee plus a penalty
376	of ten percent (10%) of the license fee. A new license required
377	to replace a revoked, lost, mutilated or destroyed license may be
378	issued, subject to the rules of the board, for a charge of not
379	more than Fifty Dollars (\$50.00). An inactive licensee may become
380	an active licensee upon application meeting all the requirements
381	of this section.

- (\* \* \*7) Any person who is not a resident of the State of
  Mississippi who desires to perform residential construction or
  residential improvement shall be licensed to perform such
  construction or improvement as provided by this chapter.
- 386 **SECTION 5.** This act shall take effect and be in force from 387 and after July 1, 2024, and shall stand repealed on June 30, 2024.