STATE OF WYOMING

WORKING DRAFT

HOUSE BILL NO.

Contractor licensing.

Sponsored by: Joint Corporations, Elections and Political Subdivisions Interim Committee

A BILL

for

1 AN ACT relating to public safety; providing for the 2 licensing of contractors and subcontractors as specified; 3 providing for suspension, revocation and reinstatement of licenses; specifying unlawful acts; specifying duties of 4 5 the council on fire prevention and electrical safety in buildings and the state fire marshal; providing penalties; 6 7 creating a division of contractor licensing; providing an appropriation; authorizing additional positions; and 8 9 providing for an effective date.

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11 Be It Enacted by the Legislature of the State of Wyoming: 12

13 Section 1. W.S. 35-9-143 through 35-9-147 are created 14 to read:

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35-9-143. Definitions. 1 2 3 (a) As used in W.S. 35-9-143 through 35-9-147: 4 5 (i) "Building construction" means the construction, reconstruction, alteration, repair, addition 6 7 to, subtraction from, improvement of, wrecking or demolition of any building, excavation or other structure, 8 9 including plumbing and mechanical works or systems, or to 10 do any part thereof, including the erection of scaffolding 11 or other structures, works or systems in connection 12 therewith; 13 (ii) "Building construction contractor" means: 14 15 16 (A) A person who, through his own direct 17 efforts or through labor of others, undertakes building construction for another; or 18 19 20 (B) A person who in any capacity offers to 21 undertake or purports to have the capacity to undertake, 22 building construction for another. 23

STATE OF WYOMING 05LSO-0171.W5

1	(iii) "Building construction subcontractor"
2	means a person who, through his own direct efforts or
3	through labor of others, undertakes or offers to undertake
4	building construction for a building construction
5	contractor.
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7	(iv) "Council" means the council on fire
8	prevention and electrical safety in buildings;
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10	35-9-144. Contractor and subcontractor licensing.
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12	(a) The council shall:
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14	(i) Develop or approve standards relating to the
15	necessary training and testing of building construction
16	contractors and subcontractors in this state, including the
17	establishment of minimum educational requirements, in
18	conformance with the standards for certification prescribed
19	by the International Code Council;
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21	(ii) Develop or approve standards relating to
22	the qualifications of building construction contractors and
23	subcontractors, including minimum insurance or other
24	coverage requirements;

1 2 (iii) Establish procedures for application for 3 licensure as a building construction contractor or 4 subcontractor, including the development or approval of 5 application forms; 6 7 (iv) Hear appeals from any denial by the state fire marshal of an application for a contractor's or 8 9 subcontractor's license; 10 (v) Suspend or revoke a building construction 11 12 contractor's or subcontractor's license if, after an opportunity for a contested case hearing in accordance with 13 the Wyoming Administrative Procedure Act and upon a showing 14 by clear and convincing evidence, the council determines 15 16 that: 17 18 (A) Any insurance or other coverage required by rules and regulations promulgated by the 19 20 council has ceased to be in effect; 21 22 (B) The building construction contractor or subcontractor has made a misstatement of a material fact 23

1 during or has failed to pay any required fee in the 2 licensing process; or

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4 (C) The building construction contractor or 5 subcontractor has been convicted of or engaged in conduct constituting a violation of any laws, ordinances or rules 6 of this state, or any subdivision thereof, which relate to 7 building construction contracting, reflect on the 8 9 licensee's ability or qualifications to continue 10 contracting or make the licensee a threat to public safety, 11 health or welfare.

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13 (vi) Establish reasonable fees to be charged for application, licensure, renewal and for other purposes 14 pursuant to W.S. 35-9-143 through 35-9-147. Fees 15 16 established pursuant to this paragraph for application, 17 licensure or renewal shall not exceed four hundred dollars (\$400.00) during any one (1) year period. Licenses issued 18 pursuant to W.S. 35-9-143 through 35-9-147 shall be valid 19 20 for a period of one (1) year from the date of issuance; 21

22 (vii) Exercise such powers and duties as are reasonably necessary to carry out W.S. 35-9-143 through 23

35-9-147, including adopting rules in accordance with the 1 2 Wyoming Administrative Procedure Act.

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4 (b) The council shall have the power to enter into 5 interstate or intrastate agreements and associations with other councils or boards of licensure for the purpose of 6 establishing reciprocity, developing examinations, 7 evaluating applicants, establishing a tiered system of 8 9 licenses or other activities to enhance the services of the 10 board to the state, the licensee and the public. If the 11 council determines that another state has substantially 12 equivalent requirements and reciprocity exists between the 13 states, an applicant from such other state may obtain a license to be a building construction contractor or 14 subcontractor in this state. 15

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17 (C) All fees established and collected pursuant to this section shall be deposited with the state treasurer 18 who shall credit the monies to a contractor licensing 19 20 All monies credited to the account shall be account. 21 expended only upon appropriation by the legislature to 22 defray costs and expenses incurred in the administration of the duties of the council and the contractor licensing 23 24 division under W.S. 35-9-143 through 35-9-147.

Disbursements from the account shall not exceed the monies 1 2 credited to it. 3 4 35-9-145. Suspension or revocation of license; public 5 list; reinstatement. 6 7 (a) The council shall maintain a list for public inspection of all building construction contractors and 8 9 subcontractors licensed under W.S. 35-9-143 through 35-9-10 147 and of those whose licenses have been suspended or 11 revoked. 12 building construction contractor 13 (b) A or subcontractor licensed pursuant to W.S. 35-9-143 through 14 35-9-147 shall have all rights accorded to persons in 15 contested case hearings pursuant to the 16 Wyoming 17 Administrative Procedure Act, including the right to judicial review. 18 19 20 (c) In addition to other remedies provided by other 21 law to a building construction contractor or subcontractor 22 whose license has been suspended or revoked, the council may reinstate a suspended or revoked license upon a showing 23

24 that:

STATE OF WYOMING 05LSO-0171.W5

1 2 (i) The grounds therefore have been eliminated; 3 4 (ii) The violation is not likely to reoccur in 5 the future; and 6 7 (iii) The public interest is not jeopardized by the reinstatement of the license. 8 9 35-9-146. Unlawful activities; penalties. 10 11 12 (a) On and after January 1, 2006, it shall be 13 unlawful for: 14 15 (i) Any person to engage in the business of, or otherwise act as, a building construction contractor or 16 17 subcontractor in this state without having a valid license issued pursuant to W.S. 35-9-143 through 35-9-147, or a 18 valid license or permit issued by a municipality or county. 19 20 A person licensed or granted a permit by a municipality or 21 county to act as a building construction contractor shall be authorized to act pursuant to that license or permit 22 only within the boundaries of the entity issuing the 23 license or permit; 24

2 A building construction contractor to (ii) 3 engage a subcontractor to provide services if the work of 4 the subcontractor, requires the subcontractor to be 5 licensed under W.S. 35-9-143 through 35-9-147, unless the subcontractor furnishes satisfactory proof to 6 the 7 contractor that the subcontractor is properly licensed under those provisions or under a license or permit issued 8 9 by a municipality or county. A person licensed or granted 10 a permit by a municipality or county to act as a building construction subcontractor shall be authorized to 11 act 12 pursuant to that license or permit only within the 13 boundaries of the entity issuing the license or permit; 14 (b) Any violation of subsection (a) of this section 15 shall be a misdemeanor punishable by a fine of not more 16 17 than one thousand dollars (\$1,000.00). 18 19 35-9-147. Limitations and exceptions. 20 21 (a) Nothing in W.S. 35-9-143 through 35-9-147 shall be 22 construed to apply to building construction of or related 23 to: 24

1 (i) Farms or ranches of forty (40) acres or more 2 on deeded land; 3 4 (ii) County memorial hospitals, state-owned 5 health care institutions, hospital districts, private hospitals and other health care facilities, except as 6 7 permitted pursuant to W.S. 35-9-121.1; 8 9 (iii) Mines or their appurtenant facilities, oil field operations, petroleum refineries and liquefied 10 petroleum gas facilities; 11 12 (iv) Railway shops, railway buildings (except 13 those used for public assembly, cafeterias, dormitories, 14 etc.), rolling stock and locomotive equipment; 15 16 17 (v) Fertilizer manufacturing facilities, 18 foundries, power plants and other utilities; 19 20 (vi) Dams, roads, highways or other works of 21 internal improvement; 22 (vii) Buildings constructed by a school or 23 24 community college district as part of an industrial arts

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2005
                        STATE OF WYOMING 05LSO-0171.W5
    curriculum, under the direct supervision of a qualified
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2
    industrial arts instructor;
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 4
             (viii)
                       Building construction for which the
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    compensation received by the
                                      building construction
    contractor for the entire building construction project
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    does not exceed two thousand dollars ($2,000.00).
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         (b) No person shall be required to be licensed
    pursuant to W.S. 35-9-143 through 35-9-147 who:
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             (i) Performs building construction services as
    an employee under the direct supervision of a licensed
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    building construction contractor or subcontractor and who
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    has daily wages as his sole compensation;
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             (ii) Serves as a professional architect
                                                          or
    engineer acting solely in his professional capacity;
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             (iii)
                    Is licensed by the chief electrical
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    inspector under W.S. 35-9-122 and is acting within the
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    scope of that license.
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STATE OF WYOMING 05LSO-0171.W5

Section 2. W.S. 35-9-106 by creating a new subsection 1 2 (d) and 35-9-107(a) by creating a new paragraph (viii) and 3 (b) by creating a new paragraph (v) are amended to read: 4 5 35-9-103. Divisions created; council, board and 6 authority created. 7 8 (a) There are created within the department: 9 10 (v) The contractor licensing division. 11 12 The council consists of five (5) seven (7) (b) 13 members appointed by the governor for six (6) year terms 14 which commence on April 1 following appointment. One (1) 15 member shall be appointed to represent each of the 16 following: counties or municipalities, fire fighters, the 17 electrical board, an association of architects, or an association of general contractors, mechanical contractors 18 and the general public. Vacancies shall be filled for the 19 20 unexpired term. When new appointments are made, the 21 council shall select a chairman, a vice chairman and a 22 secretary. A quorum consists of three (3) four (4) members. The council shall meet at least twice each year. 23 24

STATE OF WYOMING 05LSO-0171.W5

35-9-105. Division administrators; qualifications. (a) After consultation with the council and the governor, the state fire marshal shall appoint: (iii) The administrator of the contractor licensing division. (b) The chief deputy fire marshal, and the chief electrical inspector and the administrator of the contractor licensing division shall devote full time to the duties of the office and shall be directly responsible to the state fire marshal. 35-9-106. Powers and duties of council. (d) The council shall hear appeals from any person whose application for a contractor or subcontractor license was denied by the state fire marshal. 35-9-107. Duties and powers of state fire marshal. (a) The state fire marshal shall:

1 (viii) Issue or deny applications for contractor 2 and subcontractor licenses in accordance with rules of the 3 council. 4 5 (b) The state fire marshal may: 6 7 (v) Recommend to the council the suspension or revocation of a contractor or subcontractor license in 8 9 accordance with W.S. 35-9-144(a)(iv) and 35-9-145. 10 Section 3. 11 12 13 There is appropriated from the general fund one (a) hundred eighty thousand dollars (\$180,000.00) to the 14 department of fire prevention and electrical safety for the 15 period beginning July 1, 2005, and ending June 30, 2006, to 16 fund the additional positions authorized by this act and 17 other operation expenses of the council on fire prevention 18 and electrical safety in buildings under this act. 19 20 21 (b) For the period beginning July 1, 2005, and ending 22 June 30, 2006, the department of fire prevention and

time positions for purposes of this act. 24

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electrical safety is authorized two (2) additional full-

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Section 4.

4 (a) The contractor licensing division, state fire 5 marshal and council on fire prevention and electrical 6 safety in buildings shall begin licensing and performing 7 their duties under this act upon the effective date of this 8 act. However, no person shall be required to be licensed 9 pursuant to this act prior to January 1, 2006.

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11 (b) A person who has acted as a building contractor 12 or subcontractor for a minimum of three (3) consecutive 13 years within this state prior to the effective date of this act shall be licensed by the state fire marshal upon 14 application, payment of the fee established pursuant to 15 W.S. 35-9-143 and proof of any minimum insurance standards 16 17 adopted by the council pursuant to W.S. 35-9-143. The 18 state fire marshal shall not apply education, training, testing or other standards or requirements developed 19 20 pursuant to W.S. 35-9-143 to such applicants.

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22 Section 5. This act is effective July 1, 2005.