#### SECOND REGULAR SESSION

# **SENATE BILL NO. 994**

### 95TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR CROWELL.

Read 1st time February 23, 2010, and ordered printed.

TERRY L. SPIELER, Secretary.

#### 5074S.01I

## AN ACT

To amend chapter 324, RSMo, by adding thereto ten new sections relating to the powers and duties of the Missouri electrical industry licensing board, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 324, RSMo, is amended by adding thereto ten new 2 sections, to be known as sections 324.900, 324.905, 324.910, 324.915, 324.920, 3 324.925, 324.930, 324.935, 324.940, and 324.945, to read as follows:

324.900. As used in sections 324.900 to 324.945, unless the context 2 clearly indicates otherwise, the following terms shall mean:

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(1) "Board", the Missouri electrical industry licensing board;

4 (2) "Certifying entity", the nongovernmental agency or 5 association which certifies or registers individuals who have completed 6 academic and training requirements;

7 (3) "Director", the director of the division of professional 8 registration;

9 (4) "Division", the division of professional registration within the 10 department of insurance, financial institutions and professional 11 registration;

(5) "Electrical contracting", engaging in the business of installing,
erecting, or maintaining electrical wiring, fixtures, apparatus,
equipment, devices, or components, regardless of voltage, that are used
for generation, transmission, and utilization of electricity;

16 (6) "Electrical contractor", a person engaged in electrical 17 contracting. No person, firm, corporation, institution, organization, or 18 representative thereof shall engage in electrical contracting without 19 having an individual responsible for such work who is licensed under sections 324.900 to 324.945. A licensed electrical contractor shall only
represent one firm, person, corporation, institution, or organization at
one time;

(7) "Local license", a valid license issued by a local political
subdivision. Holders of such a license are limited to practice within
the political subdivision issuing the license or in a political subdivision
that does not require a license;

(8) "Person", an individual, corporation, partnership, association,
or other legal entity;

(9) "Statewide license", a valid license issued or recognized by
the electrical industry licensing board that allows the licensee to
practice in any jurisdiction regardless of local licensing requirements.

324.905. 1. There is hereby created within the division of  $\mathbf{2}$ professional registration the "Missouri Electrical Industry Licensing Board". The board shall consist of eight voting members, all of whom 3 shall be citizens of the United States and domiciled within this 4 state. The governor shall appoint the members of the board with the 56 advice and consent of the senate for terms of four years, except as 7 provided in subsection 3 of this section. Four members shall be in good 8 standing with the National Electrical Contractors Association, or any 9 successor organization, two members shall be in good standing with the Associated Builders and Contractors, or any successor organization, 10 11 and two members shall be in good standing with the Independent Electrical Contractors, or any successor organization. All members 12shall be chosen from lists submitted by the director of the division of 13professional registration who shall inquire of the Independent 1415Electrical Contractors Association, Associated Builders and Contractors, and National Electrical Contractors Association, or any 16successor organizations, to obtain the names of individuals to be 17considered. 18

No person shall be eligible for reappointment to the board who
 has served as a member for a total of eight years. A vacancy in the
 office of any board member shall only be filled for the unexpired term.
 The initial appointments to the board shall be three members
 for terms of two years, three members for terms of three years, and two
 members for terms of four years.

4. Any member of the board may be removed from the board by

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the governor for neglect of duty required by law, for incompetency, or
for unethical or dishonest conduct. Upon the death, resignation,
disqualification, or removal of any member of the board, the governor
shall appoint a successor.

324.910. 1. The board shall elect annually a chairperson and a 2 vice chairperson from the board's membership.

3 2. The division, in collaboration with the board, shall adopt, implement, rescind, amend, and administer such rules as may be 4 necessary to carry out the provisions of sections 324.900 to 324.945. The  $\mathbf{5}$ division, in collaboration with the board, may promulgate necessary 6 rules compatible with sections 324.900 to 324.945, including, but not 7 limited to, rules relating to professional conduct, continuing 8 competency requirements for the renewal of licenses, approval of 9 10 continuing competency programs, and the establishment of ethical standards of practice for persons holding a license pursuant to sections 11 324.900 to 324.945. Any rule or portion of a rule, as that term is defined 12in section 536.010 that is created under the authority delegated in this 1314section shall become effective only if it complies with and is subject to all of the provisions of chapter 536, and, if applicable, section 1516 536.028. This section and chapter 536 are nonseverable and if any of 17the powers vested with the general assembly pursuant to chapter 536, to review, to delay the effective date, or to disapprove and annul a rule 18 19are subsequently held unconstitutional, then the grant of rulemaking 20authority and any rule proposed or adopted after August 28, 2010, shall 21be invalid and void.

3. The board shall convene at the request of the director or as
the board shall determine. The board shall hold regular meetings at
least four times per year.

4. Each member of the board shall receive as compensation an amount set by the division not to exceed seventy dollars per day for each day devoted to the affairs of the board and may be reimbursed for actual and necessary expenses incurred in the performance of the member's official duties.

324.915. 1. For the purpose of sections 324.900 to 324.945, the 2 division shall:

3 (1) Employ, within the limits of the appropriations for such 4 purpose, employees as are necessary to carry out the provisions of

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5 sections 324.900 to 324.945;

(2) Exercise all administrative functions;

7 (3) Establish all applicable fees, set at an amount which shall not
8 substantially exceed the cost of administering sections 324.900 to
9 324.945;

(4) Deposit all fees collected under sections 324.900 to 324.945, by
transmitting such funds to the department of revenue for deposit to the
state treasury to the credit of the Missouri electrical industry licensing
board fund; and

(5) Approve or disapprove certifying entities for professions
within the electrical industry included in the scope of sections 324.900
to 324.945.

2. The division may terminate recognition of any certifying
entity included in the scope of sections 324.900 to 324.945 following a
subsequent review of the certification or registration procedures of a
certifying entity.

324.920. Sections 324.900 to 324.945 shall not apply to work done 2 by:

3 (1) Any employee of an electric utility, a gas corporation as
4 defined in section 386.020, or a water corporation as defined in section
5 386.020;

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(2) A railroad corporation;

7 (3) A contractor who services the construction and maintenance 8 of power lines or substations of an electric utility corporation, a 9 municipal utility, a rural electric cooperative, a telecommunications 10 company as defined in section 386.020, when engaged in work of the 11 utility;

(4) A federally licensed radio or television broadcast station, a
commercial mobile radio service provider licensed by the Federal
Communications Commission under the commercial mobile radio
services rules and regulations;

16 (5) A private broadcast engineering contractor possessing a valid
 17 Society of Broadcast Engineers certification; or

18 (6) Contractors whose primary occupation is the design or 19 integration, installation, maintenance, or service of cabling 20 infrastructure and products that transport voice, video, audio, and data 21 signals in a commercial or residential premises. 324.925. 1. Each electrical contracting firm shall have in its 2 employ, at a supervisory level, at least one licensed electrical 3 contractor.

4 2. The applicant for a statewide electrical contractor's license 5 shall satisfy the following requirements:

6 (1) Be at least twenty-one years of age and a United States 7 citizen;

8 (2) Provide proof of insurance in the amount of five hundred 9 thousand dollars, and post a bond with each political subdivision in 10 which the contractor will perform work, as required by that political 11 subdivision;

(3) Pass a standardized and nationally accredited electrical
assessment examination created and administered by a third party
which meets current national industry standards, as determined by the
board;

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(4) Pay for the costs of such examination; and

(5) Have completed one of the following:

18 (a) Twelve thousand verifiable practical hours installing
19 equipment and associated wiring;

(b) Ten thousand verifiable practical hours installing equipment
and associated wiring and received an electrical journeyman certificate
from a United States Department of Labor-approved electrical
apprenticeship program;

(c) An associate's degree from a state-accredited program and
eight thousand verifiable practical hours installing equipment and
associated wiring; or

(d) A four-year electrical engineering degree and four thousand
verifiable practical hours supervising the installation of equipment and
associated wiring.

30 3. Electrical contractors who currently hold an electrical license 31 that is in good standing which was issued by any authority in this state 32 that required, prior to January 1, 2005, a written examination, and the 33 applicants have passed such examination to obtain such license and 34 have completed twelve thousand hours of verifiable practical 35 experience shall be issued a statewide license.

4. Any person operating as an electrical contractor in a political
 subdivision that does not require the contractor to hold a local license

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38 shall not be required to possess a statewide license under sections
39 324.900 to 324.945 in order to continue to operate as an electrical
40 contractor in such political subdivision.

5. The division, in collaboration with the board, may negotiate reciprocal agreements with other states, the District of Columbia, or territories of the United States which require standards for licensure, registration, or certification considered to be equivalent or more stringent than the requirements for licensure under sections 324.900 to 324.945.

6. Political subdivisions shall not be prohibited from establishing their own local electrical contractor's license but shall recognize a statewide license in lieu of a local license for the purposes of performing contracting work or obtaining permits to perform work within such a political subdivision.

324.930. There is hereby created in the state treasury the "Missouri Electrical Industry Licensing Board Fund", which shall  $\mathbf{2}$ consist of money collected under sections 324.900 to 324.945. The state 3 treasurer shall be custodian of the fund and may approve 4 disbursements from the fund in accordance with sections 30.170 and 56 30.180. Upon appropriation, money in the fund shall be used solely for 7 the administration of sections 324.900 to 324.945. Notwithstanding the provisions of section 33.080 to the contrary, any moneys remaining in 8 9 the fund at the end of the biennium shall not revert to the credit of the 10 general revenue fund. The state treasurer shall invest moneys in the fund in the same manner as other funds are invested. Any interest and 11 moneys earned on such investments shall be credited to the fund. 12

324.935. 1. The division shall mail a renewal notice to the last known address of each person licensed under sections 324.900 to 324.945 prior to the renewal date. Failure to provide the division with the information required for renewal or to pay the required fee after such notice shall result in the license being declared inactive and the licensee shall not practice until he or she applies for reinstatement and pays the required fees. The license shall be restored if the application for reinstatement is received within two years of the renewal date.

9 2. Upon request, the division, in collaboration with the board, 10 may grant inactive status to a licensee if the person:

11 (1) Does not hold himself or herself out as possessing a license

12 required under sections 324.900 to 324.945 in this state;

13 (2) Does not maintain any continuing competency requirements
14 established by the division, in collaboration with the board.

3. If an electrical contractor transfers employment from one 15company to another, all permits on the contractor's license shall first 16 be cleared. It is the responsibility of the contractor to notify the 17division of the contractor's intent to transfer employment and any 18 current active permits on the contractor's license when transferring 19 20employment. Upon such notification, the division shall notify all affected political subdivisions via electronic communication of the 21contractor's status. It shall be assumed all permits are cleared if no 22response is given otherwise by affected political subdivisions within 23seventy-two hours of the notification. 24

324.940. 1. The board may refuse to issue or renew or may suspend any license required under sections 324.900 to 324.945 for one or any combination of causes stated in subsection 4 of this section. The board shall notify the applicant in writing of the reasons for the refusal and shall advise the applicant of his or her right to file a complaint with the administrative hearing commission as provided by chapter 621.

8 2. The board shall publish via electronic media and update on a 9 weekly basis a list of valid statewide license holders, a list of current 10 enforcement actions against license holders, and the procedures for 11 filing grievances against licensees.

3. The permitting authority of each political subdivision may suspend a contractor's work in that political subdivision for a period of up to thirty days while a complaint is being forwarded by the permitting authority to the board for adjudication.

4. The board may cause a complaint to be filed with the administrative hearing commission as provided by chapter 621 against any holder of any license required by sections 324.900 to 324.945 or any person who has failed to renew or has surrendered his or her license for any one or any combination of the following causes:

(1) Use or unlawful possession of any controlled substance, as
defined in chapter 195, or alcoholic beverage to an extent that such use
impairs a person's ability to perform the work of an electrical
contractor;

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25(2) The person has been finally adjudicated and found guilty, or 26entered a plea of guilty or nolo contendere, in a criminal prosecution 27under the laws of any state or of the United States, for any offense reasonably related to the qualifications, functions, or duties of any 2829profession licensed or regulated by sections 324.900 to 324.945, for any offense an essential element of which is fraud, dishonesty, or an act of 30 violence, or for any offense involving moral turpitude, whether or not 3132sentence is imposed;

(3) Use of fraud, deception, misrepresentation, or bribery in
securing any license issued under sections 324.900 to 324.945 or in
obtaining permission to take any examination given or required under
sections 324.900 to 324.945;

37 (4) Obtaining or attempting to obtain any fee, charge, tuition, or
38 other compensation by fraud, deception, or misrepresentation;

(5) Incompetency, misconduct, gross negligence, fraud,
misrepresentation, or dishonesty in the performance of the functions
and duties of any profession licensed or regulated by sections 324.900
to 324.945;

43 (6) Violation of, or assisting or enabling any person to violate,
44 any provision of sections 324.900 to 324.945 or any lawful rule adopted
45 under sections 324.900 to 324.945;

46 (7) Impersonation of any person holding a license or allowing
47 any person to use his or her license;

(8) Disciplinary action against the holder of a license or other
right to practice any profession regulated by sections 324.900 to 324.945
granted by another state, territory, federal agency, or country upon
grounds for which revocation or suspension is authorized in this state;
(9) A person is finally adjudged insane or incompetent by a court

53 of competent jurisdiction;

(10) Assisting or enabling any person to practice or offer to
practice any profession licensed or regulated by sections 324.900 to
324.945 who is not registered and currently eligible to practice under
sections 324.900 to 324.945;

(11) Issuance of a certificate of registration or authority, permit,
or license based upon a material mistake of fact;

60 (12) Violation of any professional trust or confidence;

61 (13) Use of any advertisement or solicitation which is false,

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misleading, or deceptive to the general public or persons to whom theadvertisement or solicitation is primarily directed;

64 (14) Unethical conduct as defined in the ethical standards
65 adopted by the division and filed with the secretary of state;

66 (15) Violation of the drug laws or rules of this state, any other
67 state, or the federal government.

5. After the filing of such complaint, the proceedings shall be 68 conducted in accordance with the provisions of chapter 621. Upon a 69 70finding by the administrative hearing commission that the grounds provided in subsection 4 of this section for disciplinary action are met, 7172the board may, singly or in combination, censure or place the person named in the complaint on probation with such terms and conditions 73as the board deems appropriate for a period not to exceed five years, 74or may suspend, for a period not to exceed three years, or may revoke 75the license, certificate, or permit. 76

6. An individual whose license has been revoked shall wait at least one year from the date of revocation to apply for relicensure. Relicensure shall be at the discretion of the board after compliance with all requirements of sections 324.900 to 324.945 relative to the licensing of the applicant for the first time.

324.945. 1. Any person or corporation who knowingly violates 2 any provision of sections 324.900 to 324.945 is guilty of a class B 3 misdemeanor.

2. Any officer or agent of a corporation or member or agent of a
partnership or association who knowingly and personally participates
in or is an accessory to any violation of sections 324.900 to 324.945 is
guilty of a class B misdemeanor.

8 3. The division, in collaboration with the board, may cause a 9 complaint to be filed for any violation of sections 324.900 to 324.945 in 10 any court of competent jurisdiction and perform such other acts as may 11 be necessary to enforce the provisions of sections 324.900 to 324.945.

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