| 1 | SENATE FLOOR VERSION February 25, 2021 |
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| 2 | restary 20, 2021 |
| 3 | COMMITTEE SUBSTITUTE FOR |
| 4 | SENATE BILL NO. 521 By: Montgomery of the Senate |
| 5 | and |
| 6 | Caldwell (Trey) of the House |
| 7 | |
| 8 | |
| 9 | [roofing – Roofing Contractor Registration Act – subcontractor registration without commercial |
| 10 | endorsement - effective date] |
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| 12 | |
| 13 | BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: |
| 14 | SECTION 1. AMENDATORY 59 O.S. 2011, Section 1151.2, as |
| 15 | last amended by Section 1, Chapter 178, O.S.L. 2018 (59 O.S. Supp. |
| 16 | 2020, Section 1151.2), is amended to read as follows: |
| 17 | Section 1151.2. As used in the Roofing Contractor Registration |
| 18 | Act: |
| 19 | 1. "Advertise" means any written publication, dissemination, |
| 20 | solicitation, contract, bid, promotional item, or circulation which |
| 21 | is intended to directly or indirectly induce any person to contract |
| 22 | for roofing construction services with the advertiser $_{m 	au}$ including, |
| 23 | but not limited to, business cards, telephone directory display |
| 24 | |

1 advertisements, vehicle signage, radio, television and electronic
2 solicitations;

2. "Applicant" means the qualifying party, or if no qualifying
party, any person applying under the Roofing Contractor Registration
Act for a roofing contractor registration to be issued by the
Construction Industries Board;

3. "Board" means the Construction Industries Board;
4. "Committee" means the Committee of Roofing Examiners;
5. "Homeowner" means one who owns and resides in, or who
resides in, or who contracts for the purchase, construction,
remodeling or repairing of a residence;

12 6. "Nonresident contractor" means any contractor who has not 13 established and maintained a place of business as a roofing 14 contractor in this state within the preceding year, or who claims 15 residency in another state, or who has not submitted an income tax 16 return as a resident of this state within the preceding year;

17 7. "Owner" means person who owns the property or is a lessee of 18 the property;

19 8. "Person" means any natural person, firm, limited or general 20 partnership, corporation, association, limited liability company, 21 trust, association, other legal entity and any organization capable 22 of conducting business, or any combination thereof acting as a unit, 23 unless the intent to give a more limited meaning is disclosed 24 clearly by the Roofing Contractor Registration Act;

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9. "Prime contractor" means a general contractor, commercial
 contractor, or other contractor who contracts directly with the
 owner for construction trade work in multiple trade areas;

4 10. "Project manager" means one who manages construction
5 projects consisting of work involving multiple trades;

"Public contract" means a contract with the State of 6 11. 7 Oklahoma, its political subdivisions, or any board, commission, or department thereof, or with any board of county commissioners, or 8 9 with any city council, school board, or with any state or municipal 10 agency, or with any other public board, body, commission, or agency authorized to award contracts for the construction or reconstruction 11 12 of public works and includes subcontracts undertaken to perform works covered by the original contract or any part thereof; 13

14 12. "Qualifying party" means a natural person who is an officer 15 or owner of the corporation, a member of the limited liability 16 company, or a general partner of the limited liability partnership, 17 and who is actively engaged in the work undertaken by the registrant 18 for which a registration is required pursuant to the Roofing 19 Contractor Registration Act who meets the experience and ability 20 requirements for registration on behalf of the registrant;

21 13. "Registrar" means the Construction Industries Board or any 22 person designated by the Board to administer the provisions of the 23 Roofing Contractor Registration Act;

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14. "Registration" means the process of applying for an initial
 or renewal registration which upon approval is exhibited by a
 registration number and card issued pursuant to the Roofing
 Contractor Registration Act;

5 15. "Registration number" means the roofing registration number6 issued by the registrar to the registrant's qualifying party;

7 16. "Registrant" means a holder of a registration issued8 pursuant to the Roofing Contractor Registration Act;

9 17. "Residence" means a single structure for residential occupancy or use which is a detached one- to four-family dwelling or 10 11 a multiple single-family dwelling (townhouse) not more than three 12 stories/floors above grade plane in height with a separate means of egress, and any appurtenances thereto, which is intended for use as 13 a primary habitation and is in compliance with the International 14 15 Residential Code, as adopted by the Oklahoma Uniform Building Code Commission; 16

"Roofing contractor" means any person $_{\overline{\tau}}$ including a 17 18. subcontractor and nonresident contractor τ engaged in the business of 18 commercial or residential roofing contractor work, or who himself or 19 herself, or through another, attempts to or advertises, holds 20 himself or herself out as having, or purports to have, the capacity 21 to undertake roofing contractor work, or offers to engage in or 22 solicits roofing installation-related services, including 23 construction, installation, renovation, remodeling, reroofing, 24

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repair, maintenance, alteration, and waterproofing, unless
 specifically exempted in the Roofing Contractor Registration Act.
 Roofing contractor shall not mean:

- a. a person engaged in the demolition of a structure or
 the cleanup of construction waste and debris that
 contains roofing material,
- b. a person working under the direct supervision of the
 roofing contractor who is hired either as an employee,
 day laborer, or contract laborer whose payment,
 received in any form, from the roofing contractor is
 subject to self-employment tax,
- c. a person working on his or her own property or that of
 an immediate relative and such person is not receiving
 any compensation, or
- d. a person acting as a handyman who is receiving
 compensation from the property owner and who is
 performing the roofing repair in conjunction with
 other repairs to the property and who does not perform
 more than two roofing jobs per year;

19. "Roofing contractor work" means the installation,
fabrication or assembly of equipment or systems included in roofing
systems as defined in the International Building Code and the
International Residential Code, as adopted by the Oklahoma Uniform
Building Code Commission, and which codes are hereby adopted and

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1 incorporated by reference. Roofing construction work includes, but 2 is not limited to, installation, renovation, remodeling, reroofing, 3 reconstructing, repair, maintenance, improvement, alteration, and 4 waterproofing, unless specifically exempted in the Roofing 5 Contractor Registration Act.

- "Commercial roofing contractor work" means work done 6 a. 7 on commercial, industrial or public building roofing systems or structures as defined in the International 8 9 Building Code, as adopted by the Oklahoma Uniform Building Code Commission; except it does not mean 10 11 buildings used for commercial purposes having 12 equivalent or substantially the same roofing requirements as a "residence" defined herein \overline{t} 13 including, but not limited to, business offices 14 converted from a structure that formerly was a 15 16 residence, and
- b. "Residential roofing contractor work" means work done 17 on roofing systems as defined in the International 18 Residential Code, as adopted by the Oklahoma Uniform 19 Building Code Commission, or as defined as a 20 "residence" herein; including buildings used for 21 commercial purposes having asphalt shingles, tile 22 shingles, synthetic shakes, wood shakes or other 23 comparable materials applied to a sloped roof equal to 24

the same roofing requirements as a "residence" defined herein, including but not limited to business offices converted from a structure that formerly was a residence;

5 20. "Roofing Hearing Board" means the Roofing Hearing Board 6 which shall consist of a designee of the Construction Industries 7 Board, as chair, and the members of the Committee of Roofing 8 Examiners;

9 21. "Subcontractor" means one who contracts with a prime 10 contractor, general contractor, residential contractor, project 11 manager, property manager, another subcontractor, or another entity 12 for roofing contractor work;

13 22. "Variance" means the use of an alternative material or 14 method of construction from that prescribed in the International 15 Building Code or the International Residential Code or other 16 approved documents by the Oklahoma Uniform Building Code Commission 17 for use at a particular location or project specified in the 18 variance application;

19 23. "Variance and Appeals Board" means the Oklahoma State
 20 Roofing Installation Code Variance and Appeals Board;

24. "Labor-only crews" means a crew that is to perform the 22 installation of asphalt shingles, tile shingles, synthetic shakes, 23 wood shakes or other comparable materials to a sloped roof and to 24 complete roofing work; and

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1 25. "Commercial labor-only subcontractor" means a registered 2 roofing subcontractor that has a commercial labor-only endorsement 3 that is hired and working under the direct supervision of a commercial-endorsed roofing contractor to perform the labor for 4 5 installation of roofing work that does not provide any roofing materials for the work and is prohibited from bidding or contracting 6 7 commercial roofing work directly with a building owner or other 8 building management entity; and 9 26. "Prefabricated- or pre-engineered-metal-building erector" means the labor necessary to construct the components of a 10 11 prefabricated- or pre-engineered-metal-building package, known as 12 PEMB, as defined by the Construction Science Institute and Construction Specifications Institute in Division 13, Special 13 Construction: Metal Building Systems. 14 Section 8, Chapter 270, O.S.L. 15 SECTION 2. AMENDATORY 2014 (59 O.S. Supp. 2020, Section 1151.2a), is amended to read as 16 17 follows: Section 1151.2a. A. The Construction Industries Board is 18 authorized to administer and enforce the Roofing Contractor 19 Registration Act. 20 в. 1. The Construction Industries Board is authorized to 21 administer and enforce the commercial roofer endorsement and the 22 commercial labor-only endorsement provisions of the Roofing 23 24 Contractor Registration Act.

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1 2. The Construction Industries Board shall have the authority to administer and enforce the provisions of the commercial roofer 2 3 endorsement and the commercial labor-only endorsement provisions of the Roofing Contractor Registration Act, including the authority to: 4 5 a. establish the examination and continuing education requirements and procedures for endorsements of 6 7 persons desiring or intending to engage in the business or trade of a commercial roofing contractor 8 9 with the advice and input from the Committee of 10 Roofing Examiners using assistance from a third-party vendor as necessary and appropriate, 11 establish and enforce the minimum standards of 12 b. commercial roofer endorsements and commercial labor-13 only endorsements in this state and rules promulgated 14 15 pursuant to the commercial roofer endorsement and the 16 commercial labor-only endorsement provisions of the Roofing Contractor Registration Act with the advice 17 and input from the Committee of Roofing Examiners, 18 promulgate, prescribe, amend, and repeal rules 19 с. necessary to implement the provisions of the 20 commercial roofer endorsement and the commercial 21 labor-only endorsement of the Roofing Contractor 22 Registration Act with the advice and input from the 23 Committee of Roofing Examiners, 24

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- d. issue, renew, suspend, revoke, modify or deny
 endorsements to engage in commercial roofing
 contractor work pursuant to the Roofing Contractor
 Registration Act,
- 5 conduct investigations for the purpose of inspecting e. commercial roofer endorsements and commercial labor-6 7 only endorsements for compliance with the commercial roofer endorsement and the commercial labor-only 8 9 endorsement provisions of the Roofing Contractor 10 Registration Act, and of the rules of the Board promulgated pursuant thereto, into the qualifications 11 12 of applicants and allegations of violations, f. establish and levy administrative fines against any 13 person who violates any of the provisions of the 14 15 commercial roofer endorsement or the commercial laboronly endorsement standards of the Roofing Contractor 16 Registration Act or any rule promulgated pursuant 17 thereto, not to exceed five percent (5%) of the 18 commercial job. For any residential job on a first 19 violation the Board may issue a warning; on any second 20 violation levy and administrative fine not to exceed 21 Five Hundred Dollars (\$500.00); on a third violation, 22 levy an administrative fine not to exceed Three 23 Thousand Five Hundred Dollars (\$3,500.00); and for any 24

subsequent violation, revoke the registration and commercial roofer endorsement <u>or the commercial labor-</u> <u>only endorsement</u>,

- g. initiate disciplinary proceedings and provide hearings
 on any person who violates any of the provisions of
 the commercial roofer endorsement <u>or the commercial</u>
 <u>labor-only endorsement</u> standards of the Roofing
 Contractor Registration Act or any rule promulgated
 pursuant thereto,
- h. request prosecution of and initiate injunctive 10 11 proceedings against any person who violates any of the 12 provisions of the commercial roofers endorsement or the commercial labor-only endorsement in the Roofing 13 Contractor Registration Act or any rule promulgated 14 15 pursuant to the commercial roofer endorsement or the 16 commercial labor-only endorsement of the Roofing Contractor Registration Act, and 17 i. exercise all incidental powers as necessary and proper 18
- 19to implement and enforce the provisions of the20commercial roofer endorsement and the commercial21labor-only endorsement of the Roofing Contractor22Registration Act and the rules promulgated pursuant23thereto.
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SECTION 3. AMENDATORY 59 O.S. 2011, Section 1151.3, as
 amended by Section 2, Chapter 270, O.S.L. 2014 (59 O.S. Supp. 2020,
 Section 1151.3), is amended to read as follows:

Section 1151.3. A. All roofing contractors shall be registered 4 5 annually by the Board. All registrations shall be nontransferable. 6 It is unlawful for any person to act as a roofing contractor without having a current and valid roofing contractor's registration or act 7 as a commercial roofing contractor without a current and valid 8 commercial roofer endorsement or commercial labor-only endorsement 9 10 issued pursuant to the Roofing Contractor Registration Act, unless the person is exempt under the Roofing Contractor Registration Act. 11 12 Evidence of securing a permit, including roofing work from a governmental agency or the employment of a person on a roofing 13 project, shall be accepted in any court as prima facie evidence of 14 15 the existence of a contract.

Each copy of a roofing contractor's record, which would include responses to any complaints, that is from and verified by the registrar, or a verified statement from the registrar that there is no record as no application was made, shall be received in all courts in this state as prima facie evidence of the facts stated therein.

A verified copy of a roofing contractor's administrative citation for unregistered activity or without required commercial roofer endorsement <u>or commercial labor-only endorsement</u> and order of 1 final disposition from the registrar shall be received in all courts 2 in this state as prima facie evidence of the facts stated therein, 3 including establishment thereby of the first offense.

A person shall not engage or offer to engage in, by 4 в. 5 advertisement or otherwise, the business nor act in the capacity of a roofing contractor within this state nor shall that person bring 6 7 or maintain any claim, action, suit, or proceeding in any court of this state related to the person's business or capacity as a roofing 8 9 contractor without a valid registration and commercial roofer 10 endorsement or commercial labor-only endorsement, when required, 11 continuously while performing the work for which the claim, action, 12 suit, or proceeding is sought, as provided in the Roofing Contractor Registration Act. No business entity shall advertise or act as a 13 roofing contractor unless such business is a registered roofing 14 15 contractor with a valid commercial roofer endorsement or commercial 16 labor-only endorsement, when required, and is in good standing, and is associated with and responsible for all roofing contractor work 17 of such entity. Any business entity violating the provisions of 18 this subsection shall be subject to administrative penalty by the 19 Board not to exceed Five Thousand Dollars (\$5,000.00). 20

C. A person who fails to obtain a valid registration and endorsement when required prior to advertising or offering to engage as or acting as a roofing contractor as defined in the Roofing Contractor Registration Act, or a person who acts as a roofing

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1 contractor while his or her registration is not in good standing or 2 is suspended or revoked without complying with the required 3 disclosure and option for homeowner to cancel the contract provisions of subsection I of Section 1151.5 of this title, or a 4 5 person who violates any provision of the Roofing Contractor Registration Act, shall be guilty of a misdemeanor, upon conviction 6 7 or plea, punishable by a fine not to exceed Five Hundred Dollars (\$500.00) for each violation. More than one misdemeanor violation 8 9 in any twelve-month period shall be grounds for the suspension of 10 the registration, and shall cause the person to be ineligible for 11 registration for a period not to exceed twenty-four (24) months 12 after all requirements of the sentence, or deferment of sentence, and probation have been met, including the payment of any 13 restitution or rehabilitative treatment. 14

In lieu of referring complaints of violations of the Roofing 15 D. Contractor Registration Act to the district attorney for misdemeanor 16 prosecution, the Board in its discretion may issue administrative 17 fines to any person up to Five Hundred Dollars (\$500.00) for 18 violations of any provision of the Roofing Contractor Registration 19 Act or its rules or regulations. A person who fails to obtain a 20 valid registration prior to acting as a roofing contractor, or a 21 person who acts as a roofing contractor while his or her 22 registration or commercial roofer endorsement or commercial labor-23 only endorsement is not in good standing or is suspended or revoked 24

1 without complying with the required disclosure and option for 2 homeowner to cancel the contract provisions of subsection I of 3 Section 1151.5 of this title, on first offense, may be administratively fined and disciplined after notice and opportunity 4 5 for hearing before the Roofing Hearing Board. A person who violates any other provision of the Roofing Contractor Registration Act, on 6 7 first offense within a two-year period, may be administratively fined and disciplined by the Roofing Hearing Board in its discretion 8 9 in lieu of referral to the district attorney as a misdemeanor, or 10 the matter may be referred to the district attorney. Misdemeanor 11 conviction, guilty plea, or nolo contendere plea due to alleged 12 violations of the Roofing Contractor Registration Act shall be grounds for the revocation of the registration and shall cause the 13 person to be ineligible for registration for a period not to exceed 14 15 twelve (12) months after all requirements of the sentence, or 16 deferment of sentence, and probation have been met, including the payment of any restitution or rehabilitative treatment. 17

E. Administrative fines collected pursuant to the Roofing
Contractor Registration Act shall be placed in the Roofing
Contractor Registration Revolving Fund pursuant to Section 1151.20
of this title.

F. It is the duty of the building official or other authority charged with the duty of issuing roofing permits of any incorporated municipality or subdivision of the municipality or county to refuse

to issue a roofing permit for any roofing undertaking which would
require a registration pursuant to the Roofing Contractor
Registration Act unless the applicant has furnished evidence that he
or she is either registered as required or is exempt from the
registration requirements of the Roofing Contractor Registration
Act.

G. The Roofing Hearing Board may make application to the appropriate court for an order enjoining the acts or practices prohibited by the Roofing Contractor Registration Act, and upon a showing by the Roofing Hearing Board that the person or firm has engaged in, or is about to engage in, any of the prohibited acts or practices, an injunction, restraining order or other order as may be appropriate shall be granted by the court.

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 SECTION 4.
 AMENDATORY
 59 O.S. 2011, Section 1151.5 as

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 last amended by Section 1, Chapter 265, O.S.L. 2015 (59 O.S. Supp.)

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 2020, Section 1151.5), is amended to read as follows:

17 Section 1151.5. A. Applications for registration shall be made 18 to the Construction Industries Board in writing on forms approved 19 and provided by the Board and shall be accompanied by the proper 20 fee.

B. An applicant or qualifying party whose registration is denied, or the person has a conviction, or pled guilty or nolo contendere to a misdemeanor, or otherwise fails to meet the requirements of application, may obtain a hearing before the

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Committee of Roofing Examiners in order to provide information in support of the application requirements and any other information showing the applicant's ability and willingness to comply with the requirements of the Roofing Contractor Registration Act, and to protect the public health, safety and welfare.

C. To obtain a roofing contractor registration under the
Roofing Contractor Registration Act, a qualifying party who is
eighteen (18) years of age or older shall submit, on forms the
registrar prescribes:

10 1. An application under oath containing a statement:

11 a. of the qualifying party's experience and 12 qualifications as a roofing contractor, if any, b. that the qualifying party desires the issuance of a 13 roofing contractor registration certificate, 14 that the qualifying party has read the Roofing 15 с. Contractor Registration Act and will comply with the 16 provisions of the Roofing Contractor Registration Act 17

18 and rules,

- d. that the qualifying party will comply with state laws
 and local ordinances relating to standards and
 permits,
- e. that the qualifying party has or has not been
 registered or licensed as a roofing contractor in
 another state and whether any disciplinary action has

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been taken against such registration or license and whether it is currently in good standing, and f. that the nonresident qualifying party appoints the Secretary of State as legal service agent for all lawful process to be served upon the applicant for work performed in this state or as otherwise provided in the Roofing Contractor Registration Act;

8 2. The qualifying party's name, physical address, business 9 name, telephone number, address and place of incorporation, if 10 different, information on any other person who will be authorized to 11 act as the business entity, and the applicant's phone number, if 12 different;

3. The entity's federal tax ID number, or the employer's or 13 owner's or qualifying party's social security number, and the 14 employer's account number assigned by the Employment Security 15 Commission. The social security number information shall remain 16 with the registrar as confidential and privileged except for 17 necessary disclosures to state agencies to verify compliance with 18 requirements with this act, or upon request by law enforcement; and 19 4. A copy of the roofing contractor's certificate of liability 20 insurance shall be filed with the application and shall be not less 21 than Five Hundred Thousand Dollars (\$500,000.00) for residential 22 roofing contractor work and shall not be less than One Million 23 Dollars (\$1,000,000.00) for commercial roofing contractor work or 24

commercial labor-only subcontractor work. Any insurance company 1 issuing a liability policy to a roofing contractor pursuant to the 2 3 provisions of the Roofing Contractor Registration Act shall be required to notify the Construction Industries Board in the event 4 5 such liability policy is cancelled for any reason or lapses for nonpayment of premiums. All registrations granted under the Roofing 6 7 Contractor Registration Act shall be suspended on the date of the policy cancellation. The registrar must receive proof of insurance 8 9 prior to restoring the registration.

10 In addition, the roofing contractor shall submit proof that the contractor has secured workers' compensation coverage satisfactory 11 12 under the Workers' Compensation Act, or an affidavit of exemption or self-insurance as authorized pursuant to the Workers' Compensation 13 Act. If the registrar deems it appropriate or necessary, the 14 registrar may also require other information to be included on the 15 application form to assist the registrar in registering the person 16 as a contractor. 17

D. The qualifying party applying for a commercial roofer endorsement <u>or commercial labor-only endorsement</u> must provide information on the legal entity, including but not limited to the articles, organizational agreements or documents establishing the legal entity, including a list of the officers, members, managers, partners, or other managing agents of the legal entity. The

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qualifying party shall also provide a certificate of good standing
 or a trade name report from the Office of the Secretary of State.

3 E. The registrar shall refuse to register any person if the4 registrar determines:

5 1. The application contains false, misleading, or incomplete6 information;

7 2. The applicant fails to provide a certificate of good
8 standing or a trade name report from the Office of the Secretary of
9 State;

3. The applicant, qualifying party, or any member of the legal entity fails or refuses to provide any information requested by the registrar;

13 4. The applicant fails or refuses to pay the required fees;

14 5. The applicant, qualifying party, or owner or officer or
15 managing member of the legal entity is ineligible for registration
16 due to a suspended or revoked registration in this state;

The nonresident applicant has a revoked or suspended
 registration or license required by law for roofing contractors in
 another state; or

20 7. The applicant, qualifying party, or legal entity has failed21 or refuses to submit any taxes due in this state.

F. The registrar shall notify the applicant in writing if the registrar denies a registration or renewal certificate, and shall provide the applicant an opportunity to respond to or cure any

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1 defect in the written application or renewal for a period of ten (10) days from the date of the written notification. An applicant 2 3 aggrieved by a decision of the registrar denying a registration or renewal may appeal the decision as provided in the Roofing 4 5 Contractor Registration Act, the Construction Industries Board Act, or the Administrative Procedures Act, or the applicant may reapply 6 after a ninety-day waiting period, if otherwise eligible under the 7 provisions of the Roofing Contractor Registration Act. The 8 9 application and renewal fees shall not be refundable.

10 G. The registrar shall classify as not in good standing the 11 registration of any roofing contractor who fails to:

12 1. Maintain liability insurance coverage;

13 2. Maintain workers' compensation coverage satisfactory under 14 the Workers' Compensation Act, or provide an affidavit of exemption 15 or self-insurance as authorized pursuant to the Workers' 16 Compensation Act.

16 Compensation Act;

17 3. File, renew, or properly amend any fictitious name18 certificate;

Maintain an active status of a corporation or registration
 as a foreign corporation, a limited liability company or
 registration as a foreign limited liability company, a limited
 liability partnership registration or foreign limited liability
 partnership registration, or a limited partnership certificate or

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limited partnership or foreign limited partnership certificate of
 authority, with the Office of the Secretary of State;

5. File or renew a trade name registration;

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4 6. Maintain or renew a roofing contractor registration as5 provided in the Roofing Contractor Registration Act;

7. Notify the registrar of a change in name, address, legal
business entity, qualifying party, legal service agent, or
adjudication by a court of competent jurisdiction for any act or
omission specified in subsection A of Section 1151.14 of this title
or a violation of the Roofing Contractor Registration Act;

11 8. Maintain a registration as required by law in another state 12 while registered in this state as a nonresident roofing contractor; 13 or

File and pay all taxes of the qualifying party and legal
 entity when due in this state.

16 H. The registrar shall send a written notice to the qualifying17 party when his or her registration is not in good standing.

I. Any roofing contractor who has been notified by the registrar that his or her registration is not in good standing shall cease soliciting or entering new roofing services and projects as of the date of such notification; however, the roofing contractor shall be allowed to complete roofing projects where actual physical work has begun prior to the date of issuance of the notice that his or her registration is not in good standing. The roofing contractor

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1 must disclose the change in standing to any homeowner or other 2 person who has an interest in any job covered under the Roofing 3 Contractor Registration Act. Upon notice of a change in standing, the homeowner shall have the option to cancel the contract. 4 The 5 roofing contractor will be owed the actual cost incurred for materials and the market value of labor already incurred on the job. 6 7 The roofing contractor must obtain an updated authorization from the homeowner and other parties of interest if there is an agreement to 8 9 continue the job as originally negotiated. If the roofing 10 contractor fails to correct the deficiency specified in the notice by evidence satisfactory to the registrar within thirty (30) days of 11 12 the date of the notice, or if the roofing contractor solicits or enters into new roofing services contracts or projects while the 13 roofing contractor's registration is not in good standing, or while 14 15 such registration is suspended or revoked, the roofing contractor shall be in violation of the provisions of the Roofing Contractor 16 Registration Act. 17

J. Any registration that remains not in good standing for a sixty-day period shall be suspended on the sixtieth day from the date of issuance of the notice to the roofing contractor that his or her registration is not in good standing. Any registration that remains not in good standing, and is suspended for such cause, shall be revoked on the ninetieth day from the date of issuance of the notice to the roofing contractor that his or her registration is not

in good standing. The registrar shall notify the roofing contractor upon suspension or revocation of his or her registration for failure to comply in bringing such registration into good standing as required by law. The roofing contractor may reinstate his or her registration to good standing by paying the required fees provided in Section 1151.12 of this title and complying with all other requirements for issuance of a registration in good standing.

K. Any registrant, qualifying party, or roofing company owner
aggrieved by the decision of the registrar to suspend or revoke a
registration pursuant to this section may appeal such decision as
provided in this act or the Administrative Procedures Act.

 12
 SECTION 5.
 AMENDATORY
 59 O.S. 2011, Section 1151.7, as

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 amended by Section 5, Chapter 270, O.S.L. 2014 (59 O.S. Supp. 2020,

 14
 Section 1151.7), is amended to read as follows:

15 Section 1151.7. The holder of a roofing contractor registration 16 certificate is entitled to engage in the roofing business within 17 this state pursuant to the provisions of the Roofing Contractor 18 Registration Act, and subject to the following limitations:

A roofing contractor's registration certificate number shall
 be valid and in good standing at the time of soliciting a project
 and during subsequent job performance;

22 2. Each roofing contractor issued a roofing contractor
 23 registration shall display the roofing firm name and the roofing
 24 contractor registration number bearing the initials "OK" preceding

1 that registration number issued by the registrar on all vehicles 2 used to transport materials and tools in the operation of the 3 business. Such names, endorsements and numbers shall be printed in 4 letters and numerals at least two (2) inches in height in a 5 conspicuous location on both sides of each vehicle in contrasting 6 color to the background color;

7 3. Each roofing contractor issued a commercial roofer endorsement or a commercial labor-only endorsement shall display the 8 9 roofing firm name and the information that the roofing contractor 10 has a commercial roofer endorsement or a commercial labor-only 11 endorsement issued by the registrar on all vehicles used to 12 transport materials and tools in the operation of the business. Such endorsement information shall be in print size that is at least 13 two (2) inches in height in a conspicuous location on both sides of 14 each vehicle in contrasting color to the background color; 15

4. Each registrant shall post in a conspicuous place on the job
site the name, existence of any endorsement, registration number,
and telephone number for the registration under which any work is
being performed, and on all media containing the registrant's name,
including but not limited to magnetic signs on vehicles, business
cards, contracts, bids, letterhead, signs, and advertisements;

5. A roofing contractor's registration certificate number shall be submitted when applying for any permit issued by the state, or any of its political subdivisions, for commercial or residential

roofing services or projects, if a permit is required by such authority, and shall be written upon each permit issued. Provided, however, no permitting authority shall require a roofing contractor registration certificate as a condition to issuing a permit when registration is exempt pursuant to Section 1151.9 of this title;

6. A roofing contractor's registration certificate cannot be 6 7 shared or used by any other individual or business entity; provided, however, a business firm, partnership, association, corporation, 8 9 limited liability company, or other group or combination thereof 10 acting as a unit may be granted a single roofing registration 11 certificate number for use by designated roofing contractors acting 12 as agents for the business entity when the application for registration contained sufficient information on each member, 13 partner, officer and agent and the registrar issued a single 14 15 certificate number to such persons as a business unit;

16 7. Upon any change to the name, address, business entity, qualifying party, change in firm ownership of fifty percent (50%) or 17 more of the stock or beneficial interest in the company, or legal 18 service agent of a roofing contractor or upon adjudication by a 19 court of competent jurisdiction for a violation of the Roofing 20 Contractor Registration Act or an act or omission specified in 21 subsection A of Section 1151.14 of this title, the registrar shall 22 be notified in writing within ten (10) days. Any proposed or final 23 order or notice of hearing to the last-known address of record shall 24

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be considered delivered when deposited in the United States mail and/or sent registered or certified or post office receipt secured. Any other communication to the last-known address of record of a registrant shall be considered delivered when deposited in the United States mail, regular mail;

8. A roofing contractor shall comply with state laws and local
ordinances relating to standards and permits for roofing services
and projects;

9 9. A roofing contractor must pay taxes due in this state;
10. Each registrant shall notify the registrar within ten (10)
11 days after he or she receives notice that any felony conviction has
12 been rendered against him or her or the registrant or qualifying
13 party has pled guilty or nolo contendere to a felony. The
14 notification shall be in writing, by certified mail, and shall
15 include a copy of the conviction, plea, or judgment and sentence;

Each registrant shall notify the registrar immediately upon 16 11. receipt of an order imposing disciplinary action upon its 17 registration issued by any other professional regulatory board, in 18 this or any other jurisdiction. Disciplinary action taken against 19 any other professional registration or license held by the 20 registrant in this jurisdiction or any other jurisdiction is grounds 21 for disciplinary action against the registration issued pursuant to 22 the Roofing Contractor Registration Act; and 23

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1 12. Each registrant shall utilize a valid written contract when 2 engaging in the business of roofing contractor work. The contract 3 shall contain the requirements described in Section 1151.21 of this 4 title. Committing fraud when executing or materially altering a 5 roofing contract, mortgage, promissory note or other document 6 incidental to performing roofing contractor work, is a violation of 7 the Roofing Contractor Registration Act.

8 SECTION 6. AMENDATORY 59 O.S. 2011, Section 1151.9, as 9 last amended by Section 2, Chapter 178, O.S.L. 2018 (59 O.S. Supp. 10 2020, Section 1151.9), is amended to read as follows:

Section 1151.9. A. Any administrative or governing body with authority to enter into public contracts shall require individual roofing contractor registration for purposes of such persons submitting or entering into any bid or contract involving roofing contractor work.

The Roofing Contractor Registration Act does not apply to: 16 Β. An actual owner of residential or farm property who 1. 17 physically performs, or has family member, employee or employees who 18 perform with or without remuneration, roofing services including, 19 construction, installation, renovation, repair, maintenance, 20 alteration, waterproofing, or removal of materials or structures on 21 property owned by such person; 22

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2. Any authorized employee, representative or representatives
 of the United States Government, the State of Oklahoma, or any
 county, municipality, or other political subdivision of this state;

Any person who furnishes any fabricated or finished product,
material, or article of merchandise which is not incorporated into
or attached to real property by such person so as to become affixed
thereto;

8 4. Any person including churches or other charitable entities
9 that provide roof repairs or replacements at no charge using
10 volunteer labor;

5. Any employee of a registrant who does not hold himself or herself out for hire, advertise, or engage in contracting, except as an employee of a registrant;

14 6. Licensed engineers, licensed architects, licensed HVAC and
15 any other person licensed by the jurisdiction, operating under the
16 purview and within the scope of their respective license;

17 7. A person who only furnishes roofing materials, roofing
18 supplies or equipment and does not, nor do the person's employees,
19 install or fabricate them into or consume them in the performance of
20 the work of the roofing contractor;

8. Prime contractors, general contractors, property managers and project managers who bid on construction trade work in areas additional to roofing contractor work, and subcontract the roofing contractor work as long as they subcontract the roofing work to a

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1 currently registered roofing contractor who is in good standing; if 2 the bid is solely for roofing contractor work, then a registration 3 is required;

9. Owners of commercial properties including residential rental 4 5 properties consisting of four dwelling units or less, when acting as their own roofing contractor and providing all material supervision 6 themselves, lessees of residential properties with the consent of 7 the owner, who, whether themselves or with their own employees, 8 9 perform roofing construction in or upon the properties, all 10 installing roofing materials according to the International Building 11 Code, as adopted by the Oklahoma Uniform Building Code Commission, or the manufacturer's installation instructions; 12

Owners of property when acting as their own roofing 13 10. contractor, providing all material supervision themselves, and 14 installing roofing materials according to the International 15 Residential Code, as adopted by the Oklahoma Uniform Building Code 16 Commission, or the manufacturer's installation instructions when 17 building or improving a single-family dwelling residence on such 18 property for the occupancy of such owners and not intended for sale 19 or rent. In any action brought under the Roofing Contractor 20 Registration Act, proof of the sale or offering for sale of such 21 structure or the renting or offering to rent of such structure by 22 the owners of the property within one (1) year after substantial 23 completion of the structure when the structure can be occupied and 24

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1 used as intended but punch list items may remain, is presumptive 2 evidence that the construction was undertaken with the intent of 3 sale or rent; or

Metal building erectors who install prefabricated- or preengineered-metal-building packages, known as PEMBs, as defined by
the Construction Science Institute and Construction Specifications
Institute in Division 13, Special Construction: Metal Building
Systems.

9 C. <u>1.</u> Labor-only crews performing the installation of asphalt 10 shingles, tile shingles, synthetic shakes or wood shakes to a sloped 11 roof must be registered but are not required to have a commercial 12 endorsement.

2. Commercial labor-only subcontractors performing the labor 13 for installation of roofing work must be registered and have a 14 15 commercial labor-only endorsement but are not required to have a 16 commercial endorsement and must be working under direct supervision of a commercial-endorsed contractor that has full responsibility 17 18 over the actions and performance of the commercial labor-only subcontractor. 19 SECTION 7. 59 O.S. 2011, Section 1151.10, as 20 AMENDATORY amended by Section 9, Chapter 270, O.S.L. 2014 (59 O.S. Supp. 2020, 21 Section 1151.10), is amended to read as follows: 22 Section 1151.10. A. Within twenty-five (25) calendar days from 23 24 the date of application, the registrar shall either issue or deny

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1 the roofing contractor registration. No registration shall be 2 issued to a qualifying party until the registrar receives all 3 documentation and fees necessary to obtain a registration certificate in good standing. The registration certificate issued 4 5 on an original application entitles the person to act as a roofing contractor within this state, subject to the limitations of the 6 7 Roofing Contractor Registration Act. Until January 1, 2015, all registrations shall expire on June 30 of each year and may be 8 9 renewed from year to year. Beginning no later than January 1, 2015, 10 all registrations issued shall be renewed based on staggered 11 expiration dates of the last day of the birth month of the 12 qualifying party so that all registrations and endorsements shall expire on the last day in the birth month of the qualifying party. 13 The Construction Industries Board is authorized to prorate 14 registration and renewal fees, as described by rule, so that 15 beginning January 1, 2015, or thirty (30) days after rules have been 16 approved, fees for renewals previously due by June 30, 2015, are 17 prorated and converted to be due the last day of the birth month of 18 the qualifying party by shortening or lengthening the next renewal 19 date by up to six (6) months. Beginning the effective date of this 20 act, new initial registrations and endorsements will be issued for 21 up to eighteen (18) months and due for renewal the last day of the 22 birth month of the qualifying party. After initial proration or 23 conversion to birth month, no subsequent registration or endorsement 24

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1 shall be issued for longer than one (1) year and all endorsements 2 shall expire on the last day in the birth month of the qualifying 3 party. The Construction Industries Board shall implement rules for the scheduling of expiration and renewal of registrations and 4 5 endorsements, including the prorating of fees and the identification and information of the qualifying party. The commercial roofer 6 endorsement or commercial labor-only endorsement shall expire on the 7 expiration date of the supporting registration. 8

9 Β. An applicant or qualifying party whose registration or 10 endorsement is refused or denied by the registrar may obtain a 11 hearing before the Committee of Roofing Examiners with written 12 notice to the registrar of the grounds for appeal and identification of evidence to be presented in support of the application 13 requirements and any other information showing the applicant's 14 15 ability and willingness to comply with the requirements of the act, and to protect the public health, safety and welfare. Such appeals 16 to the Committee of Roofing Examiners shall be made by the 17 qualifying party in writing to the registrar within fourteen (14) 18 days from the date of the written notification of denial or refusal 19 to register or endorse. 20

21 C. The Construction Industries Board shall issue a commercial 22 roofer endorsement to any person who:

Has been certified by the Committee of Roofing Examiners as
 having successfully passed the appropriate examination; and

2. Has paid the application and endorsement fee and has
 otherwise complied with all of the provisions of the commercial
 roofer endorsement of the Roofing Contractor Registration Act. The
 endorsement fee is hereby established as up to shall not exceed Two
 Hundred Dollars (\$200.00). Renewal of a commercial roofer
 endorsement shall be One Hundred Dollars (\$100.00).

7 Endorsements renewed more than thirty (30) days following the 8 date of expiration may only be renewed upon application and payment 9 of the required fees and payment of late renewal fee in the amount 10 of One Hundred Dollars (\$100.00).

No endorsement shall be renewed unless the licensee person has completed the required hours of continuing education recommended by the Committee and as set forth by rule.

No late fee shall be charged to renew a registration or endorsement which expired while the applicant was in active military service, if application for renewal is made within one (1) year of discharge from active duty status.

18 <u>D. The Construction Industries Board shall issue a commercial</u> 19 labor-only endorsement to any person who:

20 <u>1. Has submitted a surety bond in the amount of Five Thousand</u>
21 <u>Dollars (\$5,000.00) to ensure the subcontractor will fully and</u>
22 <u>faithfully comply with all provisions of law, rule and regulation</u>
23 <u>governing the authority to perform work authorized under the</u>
24 <u>endorsement. The bond shall be a continuous bond with a thirty-day</u>

| 1 | cancellation notice requirement. The bond shall be conditioned upon |
|----------------------------------|--|
| 2 | the faithful and lawful performance of all work entered upon by the |
| 3 | subcontractor within this state and shall be for the benefit of |
| 4 | persons injured or suffering financial loss by reason of failure of |
| 5 | the subcontractor's performance. The bond must be filed with the |
| 6 | Bonds and Insurance Unit of the Oklahoma Construction Industries |
| 7 | Board; |
| 8 | 2. Has submitted two notarized verification of experience |
| 9 | letters signed and notarized by two separate commercial endorsed |
| 10 | roofing contractors attesting to their personal knowledge that the |
| 11 | applicant has a minimum of two years commercial roofing installation |
| 12 | <pre>experience;</pre> |
| 13 | 3. Has paid the application and endorsement fee and has |
| 14 | otherwise complied with all of the provisions of the commercial |
| | |
| 15 | labor-only endorsement of the Roofing Contractor Registration Act. |
| 15 16 | <u>labor-only endorsement of the Roofing Contractor Registration Act.</u> <u>The endorsement fee shall not exceed Two Hundred Dollars (\$200.00).</u> |
| | |
| 16 | The endorsement fee shall not exceed Two Hundred Dollars (\$200.00). |
| 16 17 | The endorsement fee shall not exceed Two Hundred Dollars (\$200.00). Renewal of a commercial labor-only endorsement shall be One Hundred |
| 16 17 18 | The endorsement fee shall not exceed Two Hundred Dollars (\$200.00). Renewal of a commercial labor-only endorsement shall be One Hundred Dollars (\$100.00); and |
| 16 17 18 19 | The endorsement fee shall not exceed Two Hundred Dollars (\$200.00). Renewal of a commercial labor-only endorsement shall be One Hundred Dollars (\$100.00); and <u>4. Has submitted a copy of the commercial labor-only</u> |
| 16 17 18 19 20 | The endorsement fee shall not exceed Two Hundred Dollars (\$200.00). Renewal of a commercial labor-only endorsement shall be One Hundred Dollars (\$100.00); and <u>4. Has submitted a copy of the commercial labor-only</u> subcontractor's certificate of liability insurance to be filed with |
| 16 17 18 19 20 21 | The endorsement fee shall not exceed Two Hundred Dollars (\$200.00). Renewal of a commercial labor-only endorsement shall be One Hundred Dollars (\$100.00); and <u>4. Has submitted a copy of the commercial labor-only</u> <u>subcontractor's certificate of liability insurance to be filed with</u> <u>the application which shall be not less than One Million Dollars</u> |

1 of the required fees and payment of the late renewal fee in the 2 amount of One Hundred Dollars (\$100.00). 3 No endorsement shall be renewed unless the person has completed 4 the required hours of continuing education recommended by the 5 Committee as set forth by rule. No late fee shall be charged to renew a registration or 6 7 endorsement which expired while the applicant was in active military service, if application for renewal is made within one (1) year of 8 9 discharge from active duty status. AMENDATORY 10 SECTION 8. 59 O.S. 2011, Section 1151.14, as 11 amended by Section 11, Chapter 270, O.S.L. 2014 (59 O.S. Supp. 2020, Section 1151.14), is amended to read as follows: 12 13 Section 1151.14. A. Any person may file a written duly verified complaint with the registrar alleging that a person has 14 committed any of the following acts or omissions: 15 1. Abandonment of a roofing contract without legal excuse after 16 a deposit of money or other consideration has been paid; 17 2. Diversion of funds or property entrusted to a roofing 18 contractor: 19 3. Engaging in any fraudulent or deceptive acts or practices or 20 misrepresentation of products, services or qualifications as a 21 roofing contractor; 22 23 24

4. Making a false or misleading statement in an application for
 roofing contractor registration or renewal application or in
 soliciting a contract for roofing services;

Adjudication against the roofing contractor by a court of
competent jurisdiction for a violation of the provisions of the
Roofing Contractor Registration Act, or a license or registration
suspended, revoked or other discipline imposed by any other
professional regulatory board in this or any other jurisdiction;

9 6. Engaging in or offering to engage in work without a valid 10 registration and commercial roofer endorsement <u>or commercial labor-</u> 11 <u>only endorsement</u> as required for roofing contractors pursuant to the 12 Roofing Contractor Registration Act or performing roofing services 13 during any period when the roofing contractor's registration is 14 denied, suspended or revoked;

15 7. Engaging in or offering to engage in roofing services 16 without obtaining a proper permit as may be required by any state or 17 local authority;

18 8. Failure to comply with any tax laws authorized by the state19 or any of its political subdivisions;

9. Damaging or injuring persons or property while performing
 roofing services under a valid roofing contractor registration for
 which the roofing contractor's liability insurance or workers
 compensation coverage was inadequate;

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1 10. Failure to display the roofing firm name, existence of any 2 commercial roofer endorsement <u>or commercial labor-only endorsement</u>, 3 if any, and the roofing contractor registration number on all 4 vehicles used to transport materials and tools in the operation of 5 the business in letters and numerals at least two (2) inches in 6 height in a conspicuous location on both sides of each vehicle in 7 contrasting color to the background color;

8 11. Failure to post in a conspicuous place on each job site the 9 name, existence of any commercial roofer endorsement <u>or commercial</u> 10 <u>labor-only endorsement</u>, registration number, and telephone number 11 for the registration under which any work is being performed;

12 12. Engaging in or offering to engage in roofing contractor 13 work using a roofing registration number of another registrant, 14 whether the registration is or is not in good standing;

15 13. Advertising, either directly or through another, for 16 roofing contractor work without a valid, continuing registration, or 17 without displaying registration number on advertisement, including 18 but not limited to contracts and signage on vehicles;

19 14. Soliciting roofing contractor work through contracts 20 obtained by salespersons not under the direct supervision and 21 employment of a registered roofing contractor when such contract is 22 then sold for remuneration or something of value and consists of a 23 pattern of conduct that can be shown to be a business practice in a 24 secondary market of sales of contracts for profit;

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1 15. Gross defects in workmanship in a roofing contractor
 2 project that risks serious harm or injury to a person, or unjustly
 3 causes monetary damages in excess of Five Thousand Dollars
 4 (\$5,000.00); or

5 16. Failure to comply with a specified provision of the Roofing6 Contractor Registration Act.

7 The complaint shall be on a form approved by the registrar Β. and shall set forth the alleged act or omission stated in subsection 8 9 A of this section, and a statement of sufficient facts upon which a 10 reasonable person could conclude that the act or omission specified 11 in subsection A of this section has been committed. All complaints 12 filed with the registrar shall be open to public inspection. Nothing in this section shall be construed to require the 13 complainant to first file a complaint with the registrar before 14 15 seeking relief or remedies allowed by law.

16 C. A complaint received by the registrar as provided in this 17 section may be retained by the Board for investigation, citation, 18 and hearing before the Roofing Hearing Board or, in the Board's 19 discretion, the complaint may be referred to the district attorney 20 for appropriate disposition as determined by the district attorney, 21 in his or her discretion.

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 SECTION 9. AMENDATORY
 59 O.S. 2011, Section 1151.17, as

 23
 amended by Section 13, Chapter 270, O.S.L. 2014 (59 O.S. Supp. 2020,

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 Section 1151.17), is amended to read as follows:

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1 Section 1151.17. A. When applying for any permit required by 2 the state or any of its political subdivisions for roofing services 3 or jobs, a roofing contractor shall supply the permit-issuing official that roofing contractor's registration certificate number 4 5 issued pursuant to the Roofing Contractor Registration Act. That official shall enter a roofing contractor's registration number on 6 7 the permit. The registrar may investigate any roofing project for purposes of verifying roofing contractor registration or permit 8 9 verification.

A person performing as a roofing contractor on his or her 10 Β. 11 own property, although exempt from the registration requirements of 12 the Roofing Contractor Registration Act, shall, when applying for a permit required for the project, supply the permit-issuing official 13 any roofing contractor registration number, as soon as available, of 14 15 each roofing subcontractor engaged in roofing services and doing work covered by the permit, if any. That official shall enter each 16 roofing contractor registration number so supplied before inspection 17 of the job. 18

C. A roofing contractor shall display his or her roofing
 contractor registration number issued pursuant to the Roofing
 Contractor Registration Act on every business sign, card,
 correspondence, and contract used to solicit and conduct roofing
 services in this state and shall display the roofing firm name,
 existence of any commercial roofer endorsement or commercial labor-

only endorsement, and the roofing contractor registration number bearing the initials "OK" preceding that registration number issued by the registrar on all vehicles used to transport materials in the operation of the business. Such names, endorsements, and numbers shall be printed in letters and numerals at least two (2) inches in height in a conspicuous location on both sides of each vehicle in contrasting color to the background color.

D. Each registrant shall post in a conspicuous place on each
job site the name, existence of any commercial roofer endorsement or
<u>commercial labor-only endorsement</u>, registration number, and
telephone number for the registration under which any work is being
performed, and on all media containing the registrant's name,
including but not limited to magnetic signs on vehicles, business
cards, contracts, bids, letterhead, signs, and advertisements.

15 SECTION 10. AMENDATORY Section 16, Chapter 270, O.S.L. 16 2014 (59 O.S. Supp. 2020, Section 1151.27), is amended to read as 17 follows:

18 Section 1151.27. The Committee of Roofing Examiners shall:

Assist and advise the Construction Industries Board on all
 matters relating to the formation of rules and standards in
 accordance with the provisions of the Roofing Contractor
 Registration Act and the provisions of the commercial roofer
 endorsement <u>or commercial labor-only endorsement</u> of the Roofing
 Contractor Registration Act;

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Assist and advise the Board in prescribing and adopting
 forms for registration and endorsement applications;

3 3. Assist and advise the Board on the examinations for
4 applicants for a commercial roofer endorsement of the Roofing
5 Contractor Registration Act and rules thereof, and on all matters
6 relating to the commercial roofer endorsement of the Roofing
7 Contractor Registration Act;

4. Assist and advise the Board on establishment of standards
and procedures for continuing education requirements for a
commercial roofer endorsement and procedures for all matters
pertaining to the formation of rules;

12 5. Approve applications for continuing education classes or 13 credits for a commercial roofer endorsement, and assist and advise 14 the Board on establishment of standards and procedures for the 15 approval of continuing education provider applications;

16 6. In its discretion, issue an advisory opinion to any
17 registrant, governmental official or entity substantially affected
18 by a rule or statute enforceable by the Board;

Hear requests for reconsideration of registration and
 endorsement applications denied or refused by the registrar;

8. When deemed necessary by the Committee, appoint a member of the Committee to assist in investigating an alleged violation of the provisions of the Roofing Contractor Registration Act and of any rules promulgated pursuant thereto. Such member then would be

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1 disqualified from participation as a Roofing Hearing Board member in 2 the same matter brought before the Roofing Hearing Board for 3 adjudication;

9. Develop the requirements for issuance of a registration and
endorsement by reciprocity to an applicant who is currently licensed
or registered to engage in roofing contractor work in another state
for recommendation to the Board for its rulemaking process;

8 10. Recommend to the Board that the Board enter into a written 9 reciprocity agreement with another state if the requirements for 10 registration in the other state are deemed by the Committee to be 11 substantially the same or equivalent to the requirements for 12 obtaining an original registration in force in this state at the 13 date of such registration and:

14a.that one (1) year immediately prior to the date of15payment of the required fee the applicant lawfully16engaged in roofing contractor work within and under17the laws of the state pursuant to a license or18registration issued thereby authorizing such roofing19work,

20 b. that no disciplinary matters are pending against the 21 applicant in any city, state, country, territory or 22 province, and relating to the roofing trade in which 23 the applicant seeks reciprocity,

24

- c. that the registration being reciprocated was obtained
 by equivalent or substantially the same requirements
 in the state wherein it was issued,
- d. that there is a written agreement between the states
 with equivalent or substantially similar registration
 requirements, and
- e. that the applicant meets all other requirements of the
 Construction Industries Board Act, including payment
 of the applicable license fee;

10 11. Have such other powers and duties as are necessary to 11 implement the commercial roofer endorsement <u>or commercial labor-only</u> 12 <u>endorsement</u> of the Roofing Contractor Registration Act; and

13 12. Assist and advise the Board in such other matters as14 requested thereby.

15 SECTION 11. AMENDATORY Section 17, Chapter 270, O.S.L. 16 2014 (59 O.S. Supp. 2020, Section 1151.28), is amended to read as 17 follows:

Section 1151.28. A. The designee of the Construction Industries Board, as chair, and the Committee of Roofing Examiners shall act as the Roofing Hearing Board and shall comply with the provisions of the Construction Industries Board Act, rules and Article II of the Administrative Procedures Act.

B. Any administrative hearing on suspensions, revocations orfines shall be conducted by a hearing examiner appointed by the

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Construction Industries Board. The hearing examiner's decision
 shall be a final decision which may be appealed to a district court
 in accordance with the Administrative Procedures Act and the
 Construction Industries Board Act and rules and regulations.

5 C. The Roofing Hearing Board may, upon its own motion, and 6 shall, upon written complaint filed by any person, investigate and 7 conduct hearings on the business transactions of any roofing 8 contractor, firm or any person soliciting or engaging in roofing 9 contractor work.

D. The Roofing Hearing Board may conduct hearings on citations issued to any person pursuant to the Roofing Contractor Registration Act, applications for suspension and revocation of a registration or endorsement.

E. The Construction Industries Board shall suspend or revoke or may refuse to issue or renew any license or registration under the commercial roofer endorsement <u>or commercial labor-only subcontractor</u> provisions of the Roofing Contractor Registration Act for any of the following standards of the Roofing Contractor Registration Act:

Making a material misstatement in the application for an
 endorsement, or the renewal of an endorsement;

21 2. Obtaining any endorsement by false or fraudulent22 representation;

23 3. Loaning or allowing the use of such endorsement by any other24 person or illegally using an endorsement;

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| 1 | 4. Demonstrating incompetence to act as a commercial roofing |
|----|--|
| 2 | contractor or commercial labor-only subcontractor; |
| 3 | 5. Violating any provisions of the Roofing Contractor |
| 4 | Registration Act, or any rule or order prescribed by the |
| 5 | Construction Industries Board pursuant to the provisions of the |
| 6 | Roofing Contractor Registration Act; or |
| 7 | 6. Willfully failing to perform normal business obligations |
| 8 | without justifiable cause. |
| 9 | F. Any person whose endorsement or registration has been |
| 10 | revoked by the Roofing Hearing Board may apply for a new license one |
| 11 | (1) year from the date of such revocation. |
| 12 | SECTION 12. This act shall become effective November 1, 2021. |
| 13 | COMMITTEE REPORT BY: COMMITTEE ON BUSINESS, COMMERCE AND TOURISM February 25, 2021 - DO PASS AS AMENDED |
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