CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 2686

52nd Legislature 1992 Regular Session

Passed by the House March 7, 1992 Yeas 96 Nays 0

Speaker of the House of Representatives

Passed by the Senate March 5, 1992 Yeas 42 Nays 0

House of Representatives of the State

of Washington, do hereby certify that the attached is SUBSTITUTE HOUSE BILL 2686 as passed by the House of Representatives and the Senate on the dates hereon set forth.

CERTIFICATE

I, Alan Thompson, Chief Clerk of the

President of the Senate

Approved

Chief Clerk

FILED

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 2686

AS AMENDED BY THE SENATE

Passed Legislature - 1992 Regular Session

State of Washington52nd Legislature1992 Regular SessionBy House Committee on Commerce & Labor (originally sponsored by

Read first time 02/03/92.

Representatives Kremen, Heavey and Fuhrman)

1 AN ACT Relating to contractor registration and licensing 2 requirements; and amending RCW 18.27.030 and 19.28.120.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 Sec. 1. RCW 18.27.030 and 1988 c 285 s 1 are each amended to read 5 as follows:

6 (1) An applicant for registration as a contractor shall submit an 7 application under oath upon a form to be prescribed by the director and 8 which shall include the following information pertaining to the 9 applicant:

10 (((1))) <u>(a)</u> Employer social security number.

11 (((2) Industrial insurance number.

12 (3)) (b) As applicable: (i) The industrial insurance account 13 number covering employees domiciled in Washington; and (ii) evidence of 14 workers' compensation coverage in the applicant's state of domicile for

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1 the applicant's employees working in Washington who are not domiciled

2 <u>in Washington.</u>

3 (c) Employment security department number.

4

(((4))) <u>(d)</u> State excise tax registration number.

5 (((5))) <u>(e)</u> Unified business identifier (UBI) account number may be 6 substituted for the information required by ((subsections (2), (3), and 7 (4))) <u>(b), (c), and (d)</u> of this ((section)) <u>subsection</u>.

8 (((6))) <u>(f)</u> Type of contracting activity, whether a general or a 9 specialty contractor and if the latter, the type of specialty.

10 (((7))) <u>(g)</u> The name and address of each partner if the applicant 11 be a firm or partnership, or the name and address of the owner if the 12 applicant be an individual proprietorship, or the name and address of 13 the corporate officers and statutory agent, if any, if the applicant be 14 a corporation. The information contained in such application shall be 15 a matter of public record and open to public inspection.

16 (2) The department may verify the workers' compensation coverage 17 information provided by the applicant under subsection (1)(b) of this 18 section, including but not limited to information regarding the 19 coverage of an individual employee of the applicant. If coverage is 20 provided under the laws of another state, the department may notify the 21 other state that the applicant is employing employees in Washington.

22 (3) Registration shall be denied if the applicant has been 23 previously registered as a sole proprietor, partnership or corporation, 24 and was a principal or officer of the corporation, and if the applicant 25 has an unsatisfied final judgment in an action based on RCW 18.27.040 26 that incurred during a previous registration under this chapter.

27 Sec. 2. RCW 19.28.120 and 1986 c 156 s 5 are each amended to read 28 as follows:

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1 (1) It is unlawful for any person, firm, partnership, corporation, 2 or other entity to engage in, conduct, or carry on the business of installing or maintaining wires or equipment to convey electric 3 4 current, or installing or maintaining equipment to be operated by electric current as it pertains to the electrical industry, without 5 6 having an unrevoked, unsuspended, and unexpired electrical contractor license, issued by the department in accordance with this chapter. All 7 electrical contractor licenses expire twenty-four calendar months 8 9 following the day of their issue. The department may issue an electrical contractors license for a period of less than twenty-four 10 months only for the purpose of equalizing the number of electrical 11 12 contractor licenses which expire each month. Application for an electrical contractor license shall be made in writing to the 13 14 department, accompanied by the required fee. The application shall 15 state:

16 <u>(a)</u> The name and address of the applicant; in case of firms or 17 partnerships, the names of the individuals composing the firm or 18 partnership; in case of corporations, the names of the managing 19 officials thereof;

20 (b) The location of the place of business of the applicant and the 21 name under which the business is conducted; ((and))

22 (c) Employer social security number;

23 (d) As applicable: (i) The industrial insurance account number 24 covering employees domiciled in Washington; and (ii) evidence of 25 workers' compensation coverage in the applicant's state of domicile for 26 the applicant's employees working in Washington who are not domiciled 27 in Washington;

28 (e) Employment security department number;

29 (f) State excise tax registration number;

1 (g) Unified business identifier (UBI) account number may be
2 substituted for the information required by (d), (e), and (f) of this
3 subsection; and

4 (h) Whether a general or specialty electrical contractor license is sought and, if the latter, the type of specialty. Electrical 5 б contractor specialties include, but are not limited to: Residential, domestic appliances, pump and irrigation, limited energy system, signs, 7 nonresidential maintenance, and a combination specialty. A general 8 9 electrical contractor license shall grant to the holder the right to 10 engage in, conduct, or carry on the business of installing or maintaining wires or equipment to carry electric current, and 11 installing or maintaining equipment, or installing or maintaining 12 material to fasten or insulate such wires or equipment to be operated 13 14 by electric current, in the state of Washington. A specialty electrical contractor license shall grant to the holder a limited right 15 to engage in, conduct, or carry on the business of installing or 16 17 maintaining wires or equipment to carry electrical current, and 18 installing or maintaining equipment; or installing or maintaining 19 material to fasten or insulate such wires or equipment to be operated 20 by electric current in the state of Washington as expressly allowed by the license. 21

(2) The department may verify the workers' compensation coverage 22 information provided by the applicant under subsection (1)(d) of this 23 section, including but not limited to information regarding the 24 coverage of an individual employee of the applicant. If coverage is 25 provided under the laws of another state, the department may notify the 26 other state that the applicant is employing employees in Washington. 27 28 (3) The application for a contractor license shall be accompanied 29 by a bond in the sum of four thousand dollars with the state of

30 Washington named as obligee in the bond, with good and sufficient SHB 2686.PL p. 4 of 7

surety, to be approved by the department. The bond shall at all times 1 2 be kept in full force and effect, and any cancellation or revocation thereof, or withdrawal of the surety therefrom, suspends the license 3 4 issued to the principal until a new bond has been filed and approved as provided in this section. Upon approval of a bond, the department 5 б shall on the next business day deposit the fee accompanying the application in the electrical license fund and shall file the bond in 7 the office. The department shall upon request furnish to any person, 8 9 firm, partnership, corporation, or other entity a certified copy of the 10 bond upon the payment of a fee that the department shall set by rule. The fee shall cover but not exceed the cost of furnishing the certified 11 12 The bond shall be conditioned that in any installation or copy. maintenance of wires or equipment to convey electrical current, and 13 equipment to be operated by electrical current, the principal will 14 15 comply with the provisions of this chapter and with any electrical ordinance, building code, or regulation of a city or town adopted 16 17 pursuant to RCW 19.28.010(2) that is in effect at the time of entering 18 into a contract. The bond shall be conditioned further that the 19 principal will pay for all labor, including employee benefits, and 20 material furnished or used upon the work, taxes and contributions to the state of Washington, and all damages that may be sustained by any 21 person, firm, partnership, corporation, or other entity due to a 22 failure of the principal to make the installation or maintenance in 23 24 accordance with this chapter or any applicable ordinance, building code, or regulation of a city or town adopted pursuant to RCW 25 19.28.010(2). In lieu of the surety bond required by this section the 26 license applicant may file with the department a cash deposit or other 27 28 negotiable security acceptable to the department. If the license 29 applicant has filed a cash deposit, the department shall deposit the funds in a special trust savings account in a commercial bank, mutual 30

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savings bank, or savings and loan association and shall pay annually to
 the depositor the interest derived from the account.

(((3))) <u>(4)</u> The department shall issue general or specialty 3 4 electrical contractor licenses to applicants meeting all of the requirements of this chapter. The provisions of this chapter relating 5 б to the licensing of any person, firm, partnership, corporation, or other entity including the requirement of a bond with the state of 7 Washington named as obligee therein and the collection of a fee 8 9 therefor, are exclusive, and no political subdivision of the state of 10 Washington may require or issue any licenses or bonds or charge any fee 11 for the same or a similar purpose. No person, firm, partnership, corporation, or other entity holding more than one specialty contractor 12 13 license under this chapter may be required to pay an annual fee for 14 more than one such license or to post more than one four thousand dollar bond, equivalent cash deposit, or other negotiable security. 15

16 (((4))) (5) To obtain a general or specialty electrical contractor 17 license the applicant must designate an individual who currently possesses an administrator's certificate as a general electrical 18 19 contractor administrator or as a specialty electrical contractor 20 administrator in the specialty for which application has been made. Administrator certificate specialties include but are not limited to: 21 Residential, domestic, appliance, pump and irrigation, limited energy 22 system, signs, nonresidential maintenance, and combination specialty. 23 24 To obtain an administrator's certificate an individual must pass an 25 examination as set forth in RCW 19.28.123 unless the applicant was a licensed electrical contractor at any time during 1974. Applicants who 26 were electrical contractors licensed by the state of Washington at any 27 time during 1974 are entitled to receive a general electrical 28 29 contractor administrator's certificate without examination if the applicants apply prior to January 1, 1984. The board of electrical 30 SHB 2686.PL p. 6 of 7

examiners shall certify to the department the names of all persons who
 are entitled to either a general or specialty electrical contractor
 administrator's certificate.