- 2 **SHB 2498** S COMM AMD CC
- 3 By Committee on Labor, Commerce & Trade

- 5 Strike everything after the enacting clause and insert the 6 following:
- 7 "Sec. 1. RCW 18.27.030 and 1992 c 217 s 1 are each amended to read 8 as follows:
- 9 (1) An applicant for registration as a contractor shall submit an 10 application under oath upon a form to be prescribed by the director and 11 which shall include the following information pertaining to the 12 applicant:
- 13 (a) Employer social security number.
- (b) As applicable: (i) The industrial insurance account number covering employees domiciled in Washington; and (ii) evidence of workers' compensation coverage in the applicant's state of domicile for the applicant's employees working in Washington who are not domiciled in Washington.
- 19 (c) Employment security department number.
- 20 (d) State excise tax registration number.
- (e) Unified business identifier (UBI) account number may be substituted for the information required by (b), (c), and (d) of this subsection.
- 24 (f) Type of contracting activity, whether a general or a specialty 25 contractor and if the latter, the type of specialty.
- (g) The name and address of each partner if the applicant be a firm or partnership, or the name and address of the owner if the applicant be an individual proprietorship, or the name and address of the corporate officers and statutory agent, if any, if the applicant be a corporation. The information contained in such application shall be a matter of public record and open to public inspection.
- 32 (2) The department may verify the workers' compensation coverage 33 information provided by the applicant under subsection (1)(b) of this 34 section, including but not limited to information regarding the 35 coverage of an individual employee of the applicant. If coverage is

- provided under the laws of another state, the department may notify the 2 other state that the applicant is employing employees in Washington.
- (3) Registration shall be denied if the applicant has been 3 4 previously registered as a sole proprietor, partnership, corporation, and was a principal or officer of the corporation, and if 5 the applicant has an unsatisfied final judgment ((in an action)) based 6 7 on ((RCW 18.27.040)) this chapter that was incurred during a previous 8 registration under this chapter.
- 9 Sec. 2. RCW 18.27.100 and 1993 c 454 s 3 are each amended to read as follows: 10
- (1) Except as provided in RCW 18.27.065 for partnerships and joint 11 12 ventures, no person who has registered under one name as provided in this chapter shall engage in the business, or act in the capacity, of 13 14 a contractor under any other name unless such name also is registered 15 under this chapter.
- (2) All advertising and all contracts, correspondence, cards, 16 signs, posters, papers, and documents which show a contractor's name or 17 18 address shall show the contractor's name or address as registered under 19 this chapter.

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- (3)((\(\frac{a}\)) The alphabetized listing of contractors appearing in the advertising section of telephone books or other directories and)) All 21 advertising that shows the contractor's name or address shall show the 22 23 contractor's current registration number. The registration number may 24 be omitted in an alphabetized listing of registered contractors stating only the name, address, and telephone number: PROVIDED, That signs on 25 motor vehicles subject to RCW 46.16.010 and on-premise signs shall not constitute advertising as provided in this section. All materials used to directly solicit business from retail customers who are not businesses shall show the contractor's current registration number. A contractor shall not use a false or expired registration number in purchasing or offering to purchase an advertisement for which a 31 contractor registration number is required. Advertising by airwave 33 transmission shall not be subject to this subsection if the person 34 selling the advertisement obtains the contractor's current registration number from the contractor. 35
- 36 (((b) A person selling advertising should not accept advertisements 37 for which the contractor registration number is required under (a) of

- this subsection if the contractor fails to provide the contractor
 registration number.))
- 3 (4) No contractor shall advertise that he or she is bonded and 4 insured because of the bond required to be filed and sufficiency of 5 insurance as provided in this chapter.
- (5) A contractor shall not falsify a registration number and use it in connection with any solicitation or identification as a contractor. All individual contractors and all partners, associates, agents, salesmen, solicitors, officers, and employees of contractors shall use
- 10 their true names and addresses at all times while engaged in the 11 business or capacity of a contractor or activities related thereto.
- 12 (6)(a) The finding of a violation of this section by the director 13 at a hearing held in accordance with the Administrative Procedure Act, 14 chapter 34.05 RCW, shall subject the person committing the violation to 15 a penalty of not more than five thousand dollars as determined by the 16 director.
- 17 (b) Penalties under this section shall not apply to a violation 18 determined to be an inadvertent error.
- 19 **Sec. 3.** RCW 18.106.100 and 1977 ex.s. c 149 s 9 are each amended 20 to read as follows:
- 21 (1) The department may revoke ((any)) or suspend a certificate of 22 competency ((upon)) for any of the following ((grounds)) reasons:
 - (a) The certificate was obtained through error or fraud;

- (b) The <u>certificate</u> holder ((thereof)) is judged to be incompetent to carry on the trade of plumbing as a journeyman plumber or specialty plumber;
- (c) The <u>certificate</u> holder ((thereof)) has violated any ((of the))
 provision((s)) of this chapter or any rule ((or regulation promulgated
 thereto)) adopted under this chapter.
- 30 (2) Before ((any)) <u>a</u> certificate of competency ((shall be)) <u>is</u> revoked <u>or suspended</u>, the ((holder thereof shall be given written 31 32 notice of the department's intention to do so, mailed by registered mail, return receipt requested, to said holder's last known address. 33 34 Said)) department shall send written notice by registered mail with return receipt requested to the certificate holder's last known 35 36 <u>address</u>. The notice ((shall enumerate)) <u>must list</u> the allegations against ((such)) the certificate holder((-)) and ((shall)) give him or 37 38 her the opportunity to request a hearing before the advisory board. At

- 1 ((such)) the hearing, the department and the certificate holder
- 2 ((shall)) have opportunity to produce witnesses and give testimony.
- 3 The hearing (($\frac{\text{shall}}{\text{shall}}$)) $\underline{\text{must}}$ be conducted in accordance with (($\frac{\text{the}}{\text{shall}}$)
- 4 provisions of)) chapter 34.05 RCW. The board shall render its decision
- 5 based upon the testimony and evidence presented((-,)) and shall notify
- 6 the parties immediately upon reaching its decision. A majority of the
- 7 board ((shall be)) is necessary to render a decision.
- 8 (3) The department may deny renewal of a certificate of competency
- 9 issued under this chapter if the applicant owes outstanding penalties
- 10 for a final judgment under this chapter. The department shall notify
- 11 the applicant of the denial by registered mail, return receipt
- 12 requested, to the address on the application. The applicant may appeal
- 13 the denial within twenty days by filing a notice of appeal with the
- 14 <u>department accompanied by a certified check for two hundred dollars</u>
- 15 which shall be returned to the applicant if the decision of the
- 16 <u>department</u> is not upheld by the hearings officer. The office of
- 17 administrative hearings shall conduct the hearing under chapter 34.05
- 18 RCW. If the hearings officer sustains the decision of the department,
- 19 the two hundred dollars must be applied to the cost of the hearing.
- 20 **Sec. 4.** RCW 18.106.180 and 1994 c 174 s 3 are each amended to read 21 as follows:
- 22 An authorized representative of the department may issue a notice
- 23 of infraction as specified in RCW 18.106.020(3) if a person who is
- 24 doing plumbing work or who is offering to do plumbing work fails to
- 25 produce evidence of having a certificate or permit issued by the
- 26 department in accordance with this chapter or of being supervised by a
- 27 person who has such a certificate or permit. A notice of infraction
- 28 issued under this section shall be personally served on the person
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- 29 named in the notice by an authorized representative of the department
- 30 or sent by certified mail to the last known address provided to the
- 31 <u>department of the person named in the notice</u>.
- 32 **Sec. 5.** RCW 18.106.200 and 1994 c 174 s 5 are each amended to read
- 33 as follows:
- A violation designated as an infraction under this chapter shall be
- 35 heard and determined by an administrative law judge of the office of
- 36 administrative hearings. If a party desires to contest the notice of
- 37 infraction, the party shall file a notice of appeal with the department

- l within ((fourteen)) <u>twenty</u> days of issuance of the infraction. The
- 2 administrative law judge shall conduct hearings in these cases at
- 3 locations in the county where the infraction is alleged to have
- 4 occurred.

5 **Sec. 6.** RCW 19.28.123 and 1988 c 81 s 5 are each amended to read 6 as follows:

7 It shall be the purpose and function of the board to establish, in addition to a general electrical contractors' license, 8 9 classifications of specialty electrical contractors' licenses as it deems appropriate with regard to individual sections pertaining to 10 state adopted codes in this chapter ((19.28 RCW)). In addition, it 11 shall be the purpose and function of the board to establish and 12 administer written examinations for general electrical ((contractors' 13 14 qualifying)) administrators' certificates and the various specialty 15 electrical ((contractors' qualifying)) administrators' certificates. 16 Examinations shall be designed to reasonably insure that general and administrators' specialty electrical ((contractor's qualifying)) 17 18 certificate holders are competent to engage in and supervise the work 19 covered by this statute and their respective licenses. The examinations shall include questions from the following categories to 20 assure proper safety and protection for the general public: 21 (1)Safety, (2) state electrical code, and (3) electrical theory. 22 23 department with the consent of the board shall be permitted to enter 24 into a contract with a professional testing agency to develop, 25 administer, and score these examinations. The fee for the examination may be set by the department in its contract with the professional 26 testing agency. The department may direct that the applicant pay the 27 fee to the professional testing agency. The fee shall cover but not 28 29 exceed the costs of preparing and administering the examination. shall be the further purpose and function of this board to advise the 30 director as to the need of additional electrical inspectors and 31 compliance officers to be utilized by the director on either a full-32 time or part-time employment basis and to carry out the duties 33 34 enumerated in RCW 19.28.510 through 19.28.620 as well as generally advise the department on all matters relative to RCW 19.28.510 through 35 36 19.28.620.

1 Sec. 7. RCW 19.28.350 and 1988 c 81 s 12 are each amended to read 2 as follows:

Any person, firm, partnership, corporation, or other entity 3 4 violating any of the provisions of RCW 19.28.010 through 19.28.360 shall be assessed a penalty of not less than fifty dollars or more than 5 ten thousand dollars. The department shall set by rule a schedule of 6 7 penalties for violating RCW 19.28.010 through 19.28.360. The 8 department shall notify the person, firm, partnership, corporation, or 9 other entity violating any of the provisions of RCW 19.28.010 through 10 19.28.360 of the amount of the penalty and of the specific violation by certified mail, return receipt requested, sent to the last known 11 address of the assessed party. Any penalty is subject to review by an 12 13 appeal to the board. The filing of an appeal stays the effect of the penalty until the board makes its decision. The appeal shall be filed 14 15 within ((fifteen)) twenty days after notice of the penalty is given to the assessed party by certified mail, return receipt requested, sent to 16 17 the last known address of the assessed party and shall be made by filing a written notice of appeal with the department. 18 The notice 19 shall be accompanied by a certified check for two hundred dollars, which shall be returned to the assessed party if the decision of the 20 department is not sustained by the board. If the board sustains the 21 decision of the department, the two hundred dollars shall be applied by 22 the department to the payment of the per diem and expenses of the 23 24 members of the board incurred in the matter, and any balance remaining 25 after payment of per diem and expenses shall be paid into the 26 electrical license fund. The hearing and review procedures shall be conducted in accordance with chapter 34.05 RCW. The board shall assign 27 its hearings to an administrative law judge to conduct the hearing and 28 29 issue a proposed decision and order. The board shall be allowed a 30 minimum of twenty days to review a proposed decision and shall issue 31 its decision no later than the next regularly scheduled board meeting.

32 **Sec. 8.** RCW 19.28.540 and 1988 c 81 s 14 are each amended to read 33 as follows:

34 The department, in coordination with the board, shall prepare an examination to be administered to applicants for journeyman and 35 36 specialty certificates of competency. The examination shall be 37 constructed to determine:

- 1 (1) Whether the applicant possesses varied general knowledge of the 2 technical information and practical procedures that are identified with 3 the status of journeyman electrician or specialty electrician; and
- 4 (2) Whether the applicant is sufficiently familiar with the 5 applicable electrical codes and the rules of the department pertaining 6 to electrical installations and electricians.

7 The department shall, at least four times annually, administer the 8 examination to persons eligible to take it under RCW 19.28.530. 9 person may take the journeyman or specialty test as many times as 10 necessary without limit. All applicants shall, before taking the examination, pay ((to the department an)) the required examination 11 fee((. The department shall set the fee by rule)) to the agency 12 administering the examination. The fee shall cover but not exceed the 13 costs of preparing and administering the examination. 14

The department shall certify the results of the examination upon such terms and after such a period of time as the department, in cooperation with the board, deems necessary and proper.

- 18 (3) The department upon the consent of the board may enter into a contract with a professional testing agency to develop, administer, and score journeyman and/or specialty electrician certification examinations. The department may set the examination fee by contract with the professional testing agency.
- 23 **Sec. 9.** RCW 19.28.620 and 1988 c 81 s 16 are each amended to read 24 as follows:
- 25 (1) It is unlawful for any person, firm, partnership, corporation, or other entity to employ an individual for purposes of RCW 19.28.510 26 through 19.28.620 who has not been issued a certificate of competency 27 or a training certificate. It is unlawful for any individual to engage 28 29 in the electrical construction trade or to maintain or install any electrical equipment or conductors without having in his or her 30 possession a certificate of competency or a training certificate under 31 RCW 19.28.510 through 19.28.620. Any person, firm, partnership, 32 corporation, or other entity found in violation of RCW 19.28.510 33 34 through 19.28.620 shall be assessed a penalty of not less than fifty dollars or more than five hundred dollars. The department shall set by 35 36 rule a schedule of penalties for violating RCW 19.28.510 through 19.28.620. An appeal may be made to the board as is provided in RCW 37 19.28.350. The appeal shall be filed within ((fifteen)) twenty days 38

- after the notice of the penalty is given to the assessed party by certified mail, return receipt requested, sent to the last known 2 address of the assessed party and shall be made by filing a written 3 4 notice of appeal with the department. Any equipment maintained or installed by any person who does not possess a certificate of 5 competency under RCW 19.28.510 through 19.28.620 shall not receive an 6 electrical work permit and electrical service shall not be connected or 7 8 maintained to operate the equipment. Each day that a person, firm, partnership, corporation, or other entity violates ((the provisions 9 10 of)) RCW 19.28.510 through 19.28.620 is a separate violation.
- (2) A civil penalty shall be collected in a civil action brought by the attorney general in the county wherein the alleged violation arose at the request of the department if any of ((the provisions of)) RCW 14 19.28.510 through 19.28.620 or any rules ((promulgated)) adopted under RCW 19.28.510 through 19.28.620 are violated.
- NEW SECTION. Sec. 10. Section 2 of this act is necessary for the immediate preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and shall take effect immediately."
- 20 <u>SHB 2498</u> S COMM AMD CC 21 By Committee on Labor, Commerce & Trade

On page 1, line 2 of the title, after "procedures;" strike the remainder of the title and insert "amending RCW 18.27.030, 18.27.100, 18.106.100, 18.106.180, 18.106.200, 19.28.123, 19.28.350, 19.28.540, and 19.28.620; and declaring an emergency."

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