

**SUBSTITUTE FOR
HOUSE BILL NO. 4654**

A bill to amend 2016 PA 407, entitled
"Skilled trades regulation act,"
by amending section 733 (MCL 339.5733).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 733. (1) Except as otherwise provided in this section,
2 this article does not apply in the jurisdiction of a municipality
3 that adopts or has adopted an ordinance that does all of the
4 following:

5 (a) Provides standards for the examination and licensing of
6 master electricians, electrical or specialty contractors,
7 electrical journeymen, sign specialists, and fire alarm specialty
8 technicians and the registration of apprentice electricians and
9 fire alarm specialty apprentice technicians that are at least as
10 stringent as those established in this article.

1 (b) Provides for enforcement that is substantially similar to
2 this article.

3 (c) Provides for civil and criminal penalties and a citation
4 system for minor violations substantially similar to article 5.

5 (d) Provides for the inspection of electrical wiring and
6 equipment.

7 (2) This article shall not be construed as limiting the power
8 of a municipality to enact an ordinance described in subsection
9 (1), to provide for the licensing of persons as electrical or
10 specialty contractors that have a place of business located in the
11 municipality, or to provide for the licensing of journeymen
12 electricians, sign specialists, or fire alarm specialty technicians
13 who reside in the municipality, except that the ordinance shall not
14 require any of the following:

15 (a) The procurement of a license or permit to execute the
16 classes of work specified in section 737(3)(c), (d), (e), and (f).

17 (b) The procurement of a permit by a provider to install,
18 maintain, replace, or service any electrical wiring, equipment, or
19 devices associated **WITH A BUSINESS MONITORING SYSTEM OR** with a home
20 monitoring system. As used in this subdivision and subdivision (c):

21 (i) **"BUSINESS MONITORING SYSTEM" MEANS A DEVICE OR AN ASSEMBLY**
22 **OF EQUIPMENT AND DEVICES, LESS THAN 50 VOLTS, THAT ALLOWS A**
23 **BUSINESS TO REMOTELY MONITOR ITS BUSINESS PREMISES THROUGH AUDIO,**
24 **VIDEO, OR SENSOR DETECTION SYSTEMS. A BUSINESS MONITORING SYSTEM**
25 **DOES NOT INCLUDE A FIRE ALARM SYSTEM OR A LIFE SAFETY SYSTEM**
26 **DESIGNED TO PROTECT AND EVACUATE BUILDING OCCUPANTS IN THE EVENT OF**
27 **EMERGENCIES SUCH AS FIRE, SMOKE, OR POWER OUTAGES.**

1 **(ii)** ~~(i)~~ "Home monitoring system" means a device or an
2 assembly of equipment and devices that allows individuals to
3 remotely monitor their home through audio, video, or sensor
4 detection systems and that may allow them to remotely control the
5 home's environment, including, but not limited to, controlling
6 temperature, humidity, lighting, doors, or locks.

7 **(iii)** ~~(ii)~~ "Provider" means a system provider that is
8 registered under the security alarm systems act, 2012 PA 580, MCL
9 338.2181 to 338.2187, or a security alarm system contractor that is
10 licensed under the private security business and security alarm
11 act, 1968 PA 330, MCL 338.1051 to 338.1092.

12 (c) The procurement of a license or permit by a provider to
13 install, maintain, replace, or service a security alarm system. As
14 used in this subdivision, "security alarm system" means that term
15 as defined in section 2 of the security alarm systems act, 2012 PA
16 580, MCL 338.2182, or section 2 of the private security business
17 and security alarm act, 1968 PA 330, MCL 338.1052.

18 (d) The procurement of public liability insurance in excess of
19 the coverage required under this article.

20 (3) A license or registration issued by the board under this
21 article and licenses issued by a municipality that has standards
22 for licensing at least as stringent as those established by the
23 board shall be recognized by all municipalities.

24 (4) A municipality that provides for electrical inspection by
25 local ordinance may require all electrical or specialty
26 contractors, sign specialists, fire alarm specialty technicians,
27 and classes of electricians doing work in the municipality to

1 register in accordance with its local ordinance.

2 (5) Municipal registration requirements shall be reciprocal
3 between the municipalities and between municipalities and the board
4 as to registration requirements and fees, except that licensed
5 electrical journeymen, sign specialists, and fire alarm specialty
6 technicians are not required to register to work in municipalities
7 under the jurisdiction of the board. A municipality shall
8 officially recognize a license or registration issued under this
9 article for purposes of its ordinance.

10 Enacting section 1. This amendatory act takes effect 90 days
11 after the date it is enacted into law.