## SUBSTITUTE FOR HOUSE BILL NO. 5320

A bill to regulate certain activities involving automatic fire protection systems; to establish certain licensing and endorsement standards; to provide for certain powers and duties for certain state agencies; to create boards; to create a fund for certain purposes and to impose fees; and to provide for penalties and remedies.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. This act shall be known and may be cited as the
- 2 "automatic fire protection regulatory act".
- 3 Sec. 3. As used in this act:
- 4 (a) "Apprentice" means a person who is working in a training
- 5 capacity to service or install automatic fire protection systems
- 6 and who is studying in accordance with a program approved by the
- 7 bureau.
- 8 (b) "Apprentice fire sprinkler fitter permit" means a permit

- 1 issued to an apprentice fire sprinkler fitter.
- 2 (c) "Automatic fire protection system" means a fire sprinkler
- 3 system designed in accordance with nationally recognized standards
- 4 that consists of an assembly of piping or conduits that conveys
- 5 water, foam, or air with or without agents to dispersal openings or
- 6 devices to extinguish, control, or contain fire and that provides
- 7 protection from exposure to fire or the products of combustion. For
- 8 fire protection purposes, automatic fire protection system means an
- 9 integrated system of overhead piping designed in accordance with
- 10 fire protection engineering standards. The system includes a
- 11 suitable water supply, such as a gravity tank, fire pump,
- 12 reservoir, pressure tank, or connection beginning at the supply
- 13 side of an approved gate valve located at or near the property line
- 14 where the pipe or piping system provides water used exclusively for
- 15 fire protection and related appurtenances and to stand pipes
- 16 connected to other related components or devices necessary for
- 17 water supplies.
- 18 (d) "Board" means the Michigan fire sprinkler board.
- 19 (e) "Bureau" means the bureau of fire services within the
- 20 department.
- 21 (f) "Contractor" means a person holding a Michigan fire
- 22 sprinkler contractor license.
- 23 (g) "Department" means the department of energy, labor, and
- 24 economic growth.
- 25 (h) "Endorsement" means a document, issued by the bureau, to
- 26 an individual who has met qualifications that authorizes the
- 27 individual to engage in system maintenance and inspection of

- 1 automatic fire protection systems.
- 2 (i) "Fire sprinkler fitter" means an individual who works on
- 3 automatic fire protection systems.
- 4 (j) "Fund" means the fire protection system fund created in
- 5 section 9.
- 6 (k) "Inspection" means the periodic examination of premises,
- 7 equipment, or procedures, or of a licensed or endorsed person or
- 8 entity, to determine whether the person's or entity's business or
- 9 profession is being conducted in a manner consistent with the
- 10 public health, safety, and welfare. Inspection includes the
- 11 inquiry, analysis, audit, or other pursuit of information, with
- 12 respect to a written complaint or other information before the
- 13 bureau, that is carried out for the purpose of assisting the bureau
- 14 in determining any of the following:
- (i) Whether a person has violated a provision of law justifying
- 16 discipline against the person.
- 17 (ii) Whether a license should be granted or denied.
- 18 (iii) Whether the bureau should seek an injunction against
- 19 unlicensed practice.
- 20 (1) "Install" means the technical work that may be performed
- 21 only by an endorsed individual or an apprentice in the assembly of
- 22 an automatic fire protection system but does not include the
- 23 delivery of supplies or the off-site cutting or threading of pipe.
- 24 Install includes the following tasks relative to the assembly of an
- 25 automatic fire protection system and does not apply to the repair,
- 26 replacement, or maintenance of electrical supervisory devices for
- 27 automatic fire sprinkler systems:

- 1 (i) A determination of the course or plan of installation.
- 2 (ii) Jobsite assembly and installation of metal or nonmetal
- 3 pipe fittings including, but not limited to, fittings made of
- 4 brass, copper, lead, glass, and plastic.
- 5 (iii) The joining of piping by any means, including pipes joined
- 6 by threaded, caulked, wiped, soldered, brazed, fused, or cemented
- 7 joints.
- 8 (iv) The securing of a pipe to the structure by any means
- 9 including, but not limited to, clamps, brackets, hangers, and
- 10 welds.
- 11 (v) The testing of the installed system for mechanical
- 12 malfunctions.
- 13 (m) "Journey fire sprinkler license" means a license issued to
- 14 a journey sprinkler fitter.
- 15 (n) "License" means the document issued by the bureau that
- 16 authorizes a person or entity to engage in the business of
- 17 servicing or installing automatic fire protection systems.
- 18 (o) "Registered fire sprinkler fitter apprenticeship program"
- 19 means a 5-year program of apprenticeship training with the United
- 20 States department of labor or a state apprentice council involving
- 21 at least 8,500 hours of documented practical experience in the
- 22 installation of fire protection equipment and at least 850 hours of
- 23 classroom, shop, or related instruction in the fire protection
- 24 trade.
- 25 (p) "System maintenance and inspections", when referring to
- 26 automatic fire protection systems, means the maintenance and
- 27 testing required to keep the automatic fire protection system and

- 1 its component parts in an operative condition at all times together
- 2 with replacement of the system, or its component parts, with listed
- 3 or approved parts when for any reason they become undependable,
- 4 defective, or inoperative.
- 5 Sec. 5. (1) A contractor shall not engage in installing
- 6 automatic fire protection systems unless holding a license issued
- 7 by the department in the appropriate endorsement.
- 8 (2) A fire sprinkler fitter shall obtain an endorsement for
- 9 the following services:
- 10 (a) Installation of automatic fire protection systems.
- 11 (b) Fire pump installation and testing.
- 12 (c) Systems inspections, testing, and maintenance.
- 13 (3) The license must be prominently displayed at the business
- 14 premises, and endorsements must be carried by the person conducting
- 15 each installation or servicing and must be shown to anyone who
- 16 requests to see the documents.
- 17 (4) The bureau shall enforce this act and may conduct
- 18 inspections regarding activities regulated under this act.
- 19 Sec. 7. (1) An application for a license and any endorsements
- 20 shall be made on a form prescribed by the bureau and accompanied by
- 21 the appropriate fee. The department shall issue a license only to
- 22 an individual. The department shall delineate licensure classes for
- 23 contractors, journey, and apprentice levels by rule promulgated
- 24 under the administrative procedures act of 1969, 1969 PA 306, MCL
- 25 24.201 to 24.328.
- 26 (2) The department shall issue a license and endorsement for 3
- 27 years and shall issue a 1-year or 2-year license for an application

- 1 submitted after the due date for licenses and endorsements in the
- 2 particular license cycle. Licenses and endorsements shall be issued
- 3 on October 1 of each 3-year license cycle.
- 4 Sec. 9. (1) The fire protection system fund is created as a
- 5 revolving fund in the state treasury. The state treasurer shall be
- 6 the custodian of the fund and may invest the money in the fund and
- 7 any surplus of the fund in investments as are in the best interests
- 8 of the fund. The department is considered the administrator of the
- 9 fund for purposes of auditing. Money in the fund at the close of
- 10 each fiscal year shall remain in the fund and shall not lapse to
- 11 the general fund. The state fire marshal shall supervise and
- 12 administer the fund. Fees received by the bureau and money
- 13 collected under this act shall be deposited in the fund and shall
- 14 be appropriated by the legislature for administration and
- 15 enforcement of this act and the operation of the bureau, including
- 16 indirect overhead expenses. The state treasurer shall notify the
- 17 state fire marshal and the legislature of interest credited and the
- 18 balance of the fund as of September 30 of each year.
- 19 (2) The department shall charge an application fee of \$20.00,
- 20 a 3-year license fee of \$150.00, and a 3-year fee of \$40.00 for
- 21 each endorsement.
- 22 (3) Beginning 5 years after the effective date of this act,
- 23 the state fire marshal, after notifying the chairperson of the
- 24 senate and house appropriations committee of his or her intent to
- 25 establish the fees after approval of the board, and following a
- 26 public hearing held by the board, shall establish reasonable fees
- 27 to be charged by the bureau for issuance of certificates of

- 1 acceptability, testing, and evaluation.
- 2 (4) Within 30 days after the setting of fees under subsection
- 3 (3), the state fire marshal shall report to the legislature
- 4 regarding the following:
- 5 (a) The factors considered in the fee changes, including, but
- 6 not limited to, the increase in the nature and cost of the services
- 7 and the presence, absence, or change of any state or federal
- 8 mandates related to the services.
- 9 (b) Specific cost increases, if any, related to specific
- 10 services and the method of determining that increased cost.
- 11 (c) The individuals with direct knowledge of the fee changes
- 12 who are available to answer questions regarding those changes.
- Sec. 11. (1) There is created a Michigan fire sprinkler board
- 14 within the department. The board shall consist of 9 members
- 15 appointed by the governor with the advice and consent of the
- 16 senate.
- 17 (2) Except as otherwise provided for in this section, the
- 18 board shall have not less than 5 members who are licensed under
- 19 this act. The terms of the board members is 3 years, except that
- 20 the initial board shall have 3 members appointed for 1 year, 3
- 21 members appointed for 2 years, and 3 members appointed for 3 years.
- 22 In the case of the initial board and in order to retain their
- 23 membership, the 5 licensed members shall become licensed under this
- 24 act within 12 months after the appointment of the board.
- 25 (3) The board shall advise the department and the bureau on
- 26 matters of qualifications, examinations, standards of practice, and
- 27 disciplinary actions against licensees.

- 1 Sec. 13. (1) An individual seeking licensure shall meet the
- 2 following qualifications and testing standards:
- 3 (a) Completion of a bona fide government-registered fire
- 4 sprinkler fitter apprenticeship program that establishes specified
- 5 minimum requirements for on-the-job training and classroom and shop
- 6 instruction and is approved by the board and the bureau.
- 7 (b) Passage of a test acceptable to the board.
- 8 (2) Beginning the effective date of this act and until the
- 9 expiration of 12 months after the effective date of this act, the
- 10 department shall issue a license and appropriate endorsement,
- 11 without meeting the training, education, and examination
- 12 requirements imposed in this act, to an individual meeting
- 13 standards determined by the bureau.
- 14 Sec. 15. The following individuals are exempt from the
- 15 licensing requirements imposed by this act:
- 16 (a) Individuals who engage only in the routine visual
- 17 inspection of automatic fire protection systems owned by the person
- 18 or entity and installed on property under their control.
- 19 (b) An individual or safety official representing a publicly
- 20 appointed commission or local authority having jurisdiction over
- 21 automatic fire protection systems.
- Sec. 17. (1) Beginning the license cycle after the initial
- 23 license and endorsement and as a condition of renewal, an endorsee
- 24 shall obtain a minimum of 24 hours of continuing education per
- 25 license cycle and submit copies of continuing education
- 26 certificates with the application for renewal.
- 27 (2) The following continuing education programs may be

- 1 preapproved by the bureau for continuing education credit:
- 2 (a) Workshops, seminars, and educational conferences sponsored
- 3 by fire protection equipment manufacturers or trade associations.
- 4 (b) Courses in specialized programs approved or sponsored by
- 5 the bureau.
- 6 (c) Distance learning, video, or correspondence course work
- 7 approved by the bureau.
- 8 (e) Any continuing education which has been obtained in
- 9 another state that meets the continuing education standards imposed
- 10 in this state and is approved by the bureau.
- 11 (f) College or vocational school course work, approved by the
- 12 bureau, which is germane to the profession and contributes directly
- 13 to the professional competence of the endorsed individual, subject
- 14 to the following limitations:
- 15 (i) The endorsed individual must pass the course.
- 16 (ii) One semester credit shall equal 15 hours of continuing
- 17 education, and 1/4 credit shall equal 10 hours of continuing
- 18 education.
- 19 Sec. 19. (1) All work performed by an apprentice must be
- 20 subject to direct and task-specific instruction and direct
- 21 supervision of an endorsed individual.
- 22 (2) The bureau shall provide for an apprenticeship program.
- 23 Once an apprenticeship program has been approved, the licensee
- 24 shall provide the bureau with a list of all apprentices performing
- 25 work for the licensee and the name of the endorsed individual under
- 26 whom each apprentice will be working. The licensee shall provide
- 27 the bureau with updates of such list no later than 30 days after

- 1 any addition or subtraction of an apprentice from its program.
- 2 Sec. 21. A person engaged in activity regulated by this act
- 3 without a license and appropriate endorsement and without being
- 4 exempt from licensure under this act is guilty of a misdemeanor.
- 5 Sec. 23. The director of the department may promulgate rules
- 6 under the administrative procedures act of 1969, 1969 PA 306, MCL
- 7 24.201 to 24.328, for the purpose of administering and enforcing
- 8 this act.