## **HOUSE BILL No. 4608**

May 11, 2017, Introduced by Reps. Noble, Reilly, Bellino, Hoitenga, Kelly and Theis and referred to the Committee on Regulatory Reform.

A bill to amend 1980 PA 299, entitled "Occupational code,"

by amending section 2404 (MCL 339.2404), as amended by 2014 PA 176.

Sec. 2404. (1) Except as provided in section 2404c, the

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- department may require an applicant, a licensee, or each partner,
  trustee, director, officer, member, or shareholder of an applicant
  or licensee to submit evidence of good moral character. Before the
  department issues a license, an applicant shall submit a copy of
  his or her operator's license or state personal identification card
  to the department. The department may use the license or card only
  for proof of identity of the applicant.
  - (2) Except as provided in section 2404c, the department shall require that an applicant for a license under this article pass an examination that establishes that the applicant has a fair

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- 1 knowledge of the obligations of a residential builder or
- 2 residential maintenance and alteration contractor to the public and
- 3 the applicant's principal, and the statutes relating to the
- 4 applicant's licensure.
- 5 (3) Except as provided in section 2404c, the department may
- 6 issue a residential maintenance and alteration contractor's license
- 7 to an individual who applies for the license and who qualifies for
- 8 the license by passing the examination. A license authorizes the
- 9 licensee, according to the applicant's qualifications, crafts, and
- 10 trades, to engage in the activities of a residential maintenance
- 11 and alteration contractor. A license includes the following crafts
- 12 and trades: carpentry; concrete; swimming pool installation;
- 13 waterproofing a basement; excavation; insulation work; masonry
- 14 work; painting and decorating; roofing; siding and gutters; screen
- 15 or storm sash installation; tile and marble work; and house
- 16 wrecking. A license shall specify the particular craft or trade for
- 17 which the licensee is qualified. This subsection does not prohibit
- 18 a specialty contractor from taking and executing a contract
- 19 involving the performance of the craft or trade for which the
- 20 contractor holds a license and 1 or more other crafts or trades if
- 21 the performance of the work in the other craft or trade is
- 22 incidental and supplemental to the performance of work in the craft
- 23 or trade for which the specialty contractor is licensed.
- 24 (4) A residential builder or residential maintenance and
- 25 alteration contractor shall maintain a place of business in this
- 26 state. If a residential builder or residential maintenance and
- 27 alteration contractor maintains more than 1 place of business in

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- 1 this state, the department shall issue a branch office license to
- 2 the builder or contractor for each place of business maintained by
- 3 the builder or contractor.
- 4 (5) The department shall issue the license of a residential
- 5 builder and residential maintenance and alteration contractor for a
- 6 period of 3 years in duration.
- 7 (6) An applicant for renewal of a residential builder or
- 8 maintenance and alteration contractor license shall state to the
- 9 department that he or she has a current copy of the Michigan
- 10 residential code and meets the appropriate requirements regarding
- 11 continuing competency described in this article or rules
- 12 promulgated under this article.
- 13 (7) A licensee shall maintain documentation, for at least 5
- 14 years, of activities that meet the continuing competency
- 15 requirements under this article.
- 16 Enacting section 1. This amendatory act takes effect 90 days
- 17 after the date it is enacted into law.