## **HOUSE BILL NO. 6329**

November 12, 2020, Introduced by Reps. Anthony and Schroeder and referred to the Committee on Regulatory Reform.

A bill to amend 2016 PA 407, entitled "Skilled trades regulation act,"

by amending sections 103, 105, 219, and 417 (MCL 339.5103, 339.5105, 339.5219, and 339.5417) and by adding section 223.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 103. As used in this act:
- 2 (a) "Administrative procedures act of 1969" means the

- 1 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
- 2 24.328.
- 3 (b) "Armed forces" means the United States Army, Air Force,
- 4 Navy, Marine Corps, or Coast Guard or other military force
- 5 designated by Congress as a part of the armed forces Armed Forces
- 6 of the United States.
- 7 (c) "Board" means, in each article of this act that is related
- 8 to a specific occupation or occupations, the board that is created
- 9 in that article and composed principally of members of the
- 10 regulated occupation or occupations, or the commission or other
- 11 agency that is defined in or designated as the board for purposes
- 12 of that article. In this article, "board" means any board created
- 13 or agency designated as a board under any other article of this
- **14** act.
- (d) "Board files" means the records, memoranda, opinions,
- 16 minutes, and similar written materials that were formerly in the
- 17 physical possession and control of a board abolished by this act
- 18 and the records, memoranda, opinions, minutes, and similar written
- 19 materials of a board created under this act.
- (e) "Censure" means an expression of disapproval of a
- 21 licensee's or registrant's professional conduct, whether or not the
- 22 conduct is a violation of this act or a rule promulgated or an
- 23 order issued under this act.
- 24 (f) "Charitable organization" means a not-for-profit tax-
- 25 exempt religious, educational, or humane organization.
- 26 (g) "Citation" means that term as described in section 537.
- (h) "Competence" means a degree of expertise that enables an
- 28 individual to engage in an occupation at a level that meets or
- 29 exceeds minimal standards of acceptable practice for the

- 1 occupation.
- 2 (i) "Complaint" means an oral or written grievance.
- 3 (j) "Completed application" means an application that is
- 4 complete on its face and submitted with any applicable licensing or
- 5 permit fees and any other information, records, approval, security,
- 6 or similar item required by law or rule from a local unit of
- 7 government, a federal agency, or a private entity but not from
- 8 another department or agency of this state.
- **9** (k) "Contested case hearing" means a hearing under chapter 4
- of the administrative procedures act of 1969, MCL 24.271 to 24.287,
- 11 24.288, as authorized under chapter 5 of the administrative
- 12 procedures act of 1969, MCL 24.291 to 24.292.
- 13 (1) "Department" means the department of licensing and
- 14 regulatory affairs.
- 15 (m) "Dependent" means a spouse, surviving spouse, child under
- 16 26 years of age, or surviving child under 26 years of age.
- (n) (m) "Director" means the director of the department of
- 18 licensing and regulatory affairs or his or her authorized
- 19 representative.
- 20 (o) (n) "Disability" means an infirmity that prevents a board
- 21 member from performing a duty assigned to the board member.
- Sec. 105. As used in this act:
- 23 (a) "Enforcing agency" means that term as defined in section
- 24 2a of the Stille-DeRossett-Hale single state construction code act,
- **25** MCL 125.1502a.
- 26 (b) "Formal complaint" means a document that states the
- 27 charges of each alleged violation and is prepared by the department
- 28 or the department of attorney general after a complaint is received
- 29 by the department.

- (c) "Former act" means former 1956 PA 217; former 1984 PA 192;
   former 1986 PA 54; former 2002 PA 733; or former 1965 PA 290, as
- **3** applicable.
- 4 (d) "General public" means each individual who resides in this
- 5 state and is 18 years of age or older, other than an individual or
- 6 the spouse of an individual who is licensed or registered in the
- 7 occupation or who has a material financial interest in the
- 8 occupation that is regulated by the specific article in which the
- 9 term is used.
- 10 (e) "Good moral character" means good moral character that
- 11 term as defined in section 1 of and determined under 1974 PA 381,
- **12** MCL 338.41 to **338.47**.
- 13 (f) "Governmental subdivision" means a governmental
- 14 subdivision as defined in section 2a of the Stille-DeRossett-Hale
- 15 single state construction code act, MCL 125.1502a.
- 16 (g) "Incompetence" means a departure from, or a failure to
- 17 conform to, minimal standards of acceptable practice for an
- 18 occupation.
- (h) "Knowledge and skill" means information, education,
- 20 practical experience, and the facility to apply that information,
- 21 education, and practical experience.
- (i) "License" includes the whole or part of a governmental
- 23 permit, certificate, approval, registration, charter, or similar
- 24 form of permission required under a specific article of this act.
- 25 (j) "Licensee" means a person that is issued a license under
- 26 this act.
- 27 (k) "Limitation" means a condition, stricture, constraint,
- 28 restriction, or probation attached to a license that relates to the
- 29 scope of practice of that occupation by the licensee. The term

- 1 includes, but is not limited to, any of the following:
- $oldsymbol{2}$  (i) A requirement that the licensee perform only specified
- 3 functions of the licensee's occupation.
- 4 (ii) A requirement that the licensee perform the licensee's5 occupation only for a specified period of time.
- 6 (iii) A requirement that the licensee perform the licensee's7 occupation only within a specified geographical area.
- 8 (iv) A requirement that restitution be made or certain work be
  9 performed before a license is issued or renewed or the licensee is
  10 relicensed.
- (ν) A requirement that a person file a financial statement
  certified by an individual who is licensed as a certified public
  accountant under article 7 of the occupational code, 1980 PA 299,
  MCL 339.720 to 339.736, with the department at regular intervals.
- (vi) A requirement that reasonably assures ensures a licensee'scompetence to perform the licensee's occupation.
- 17 (vii) A requirement that all contracts of a licensee are18 reviewed by an attorney.
- (viii) A requirement that a licensee have on file with the
  department a bond issued by a surety insurer that is approved by
  the department or cash in an amount determined by the department.
- 22 (ix) A requirement that a licensee deposit money received in an escrow account from which money may be disbursed only under certain conditions as determined by the licensee and another party.
- (x) A requirement that a licensee file reports with thedepartment at intervals determined by the department.
- 27 (l) "Veteran" means that term as defined in section 1 of 1965 28 PA 190, MCL 35.61.

- 1 Sec. 219. (1) The department may grant a nonrenewable
- 2 temporary license to an individual who is applying for licensure
- 3 under a specific article of this act if the individual meets both
- 4 of the following:
- 5 (a) He or she provides proof acceptable to the department that
- 6 he or she holds a current license in good standing, or a current
- 7 registration in good standing, in that occupation, issued by an
- 8 equivalent licensing department, board, or authority, as determined
- 9 by the department, in another state of the United States, the
- 10 District of Columbia, Puerto Rico, the United States Virgin
- 11 Islands, another territory or protectorate of the United States, or
- 12 a foreign country.
- 13 (b) He or she did not previously have a license denied,
- 14 revoked, or suspended.
- 15 (2) If approved by a board, a temporary license issued under
- 16 subsection (1) is valid until 1 or more of the following occur:
- 17 (a) The results of the next scheduled examination are
- 18 available.
- 19 (b) The results of the next required evaluation procedure are
- 20 available.
- 21 (c) A license is issued.
- 22 (d) The next examination date of an examination for licensure
- 23 in the applicable occupation, if the applicant does not take the
- 24 examination.
- 25 (e) The applicant fails to meet the requirements for a
- 26 license.
- 27 (f) A change in employment is made.
- 28 (3) In addition to a temporary license under subsection (1),
- 29 the department shall grant a temporary license under a specific

- ${f 1}$  article of this act to an individual who applies for a temporary
- 2 license if the applicant meets all of the following:
- 3 (a) He or she provides proof acceptable to the department that
- 4 he or she is married to an individual who is serving in the armed
- 5 forces and a dependent of either a member of the armed forces who
- 6 is on active duty or a veteran.
- 7 (b) He or she provides proof acceptable to the department that
- 8 he or she holds a current license in good standing, or a current
- 9 registration in good standing, in the trade or occupation for which
- 10 he or she is seeking a temporary license, issued by an equivalent
- 11 licensing department, board, or authority, as determined by the
- 12 department, in consultation with the board, in another state of the
- 13 United States, the District of Columbia, Puerto Rico, the United
- 14 States Virgin Islands, another territory or protectorate of the
- 15 United States, or a foreign country.
- 16 (c) He or she provides proof acceptable to the department that
- 17 his or her spouse is assigned to a duty station in this state and
- 18 that he or she is also assigned to a duty station in this state
- 19 under his or her spouse's permanent change of station orders.
- 20 (4) A temporary license issued under subsection (3) is valid
- 21 for 6 months and may be renewed for 1 additional 6-month term if
- 22 the department determines the temporary licensee continues to meet
- 23 the requirements of subsection (3) and needs additional time to
- 24 fulfill the requirements for initial licensure in this state.
- 25 (5) An individual shall not receive more than 2 temporary
- 26 licenses described in subsection (1) under a specific article of
- 27 this act within a 4-year period.
- 28 (6) The department may place a limitation on a temporary
- 29 license granted under this section.

- 1 Sec. 223. (1) The department shall issue a license or a
- 2 certificate of registration for an occupation under this act
- 3 without examination to an individual who demonstrates to the
- 4 satisfaction of the department that he or she meets all of the
- 5 following at the time of application:
- 6 (a) Provides proof that the individual is 1 of the following:
- 7 (i) A member in the armed forces on active duty.
- 8 (ii) A veteran.
- 9 (iii) A dependent of either a member in the armed forces on 10 active duty or a veteran.
- 11 (b) Holds a valid license or registration in that occupation 12 from an equivalent licensing department, board, or authority, as
- 13 determined by the department, in at least 1 other state of the
- 14 United States. For each license or registration described in this
- 15 subdivision that he or she holds, all of the following must be met:
- 16 (i) The license or registration is in good standing and he or
- 17 she has held that license or registration for at least 1 year.
- 18 (ii) There were minimum education requirements and, if
- 19 applicable, work experience requirements in effect for licensure or
- 20 registration in the other state, and the other state verifies that
- 21 he or she met those requirements for licensure or registration in
- 22 that state.
- 23 (iii) If the other state required an examination for licensure
- 24 or registration, he or she passed the examination.
- 25 (c) Has not had a license or registration revoked, and has not
- 26 voluntarily surrendered a license or registration, in any other
- 27 state of the United States or a foreign country while under
- 28 investigation for unprofessional conduct.
- 29 (d) Has not had discipline imposed by any equivalent licensing

- 1 department, board, or authority in another state of the United
- 2 States. If another state of the United States has taken
- 3 disciplinary action against the applicant, the department shall
- 4 determine if the cause for the action was corrected and the matter
- 5 resolved. If the matter has not been resolved by that other state,
- 6 the department shall not issue or deny a license or registration
- 7 until the matter is resolved.
- 8 (e) Does not have a complaint, allegation, or investigation
- 9 pending before an equivalent licensing department, board, or
- 10 authority in another state of the United States or a foreign
- 11 country that relates to unprofessional conduct. If the applicant
- 12 has any complaints, allegations, or investigations pending, the
- 13 department shall suspend the application process and shall not
- 14 issue or deny a license or registration to the applicant until the
- 15 complaint, allegation, or investigation is resolved.
- 16 (f) Pays all applicable fees.
- 17 (g) Is of good moral character.
- 18 (h) Meets the age requirement of that occupation under this
- 19 act, if applicable.
- 20 (2) This section does not prevent the department from issuing
- 21 a temporary license under section 219 or issuing a license under
- 22 section 731(5), 907(3), or 1019(1).
- 23 Sec. 417. The department shall waive the fee for an initial
- 24 license or initial registration that is otherwise required under
- 25 this act, or an application processing fee charged by the
- 26 department for an initial license or initial registration, if the
- 27 applicant is an meets either of the following requirements:
- 28 (a) Is an individual who served in the armed forces and he or
- 29 she provides to the department a form DD214, form DD215, or any

- 1 other form that is satisfactory to the department that demonstrates
- 2 he or she was separated from that service with an honorable
- 3 character of service or under honorable conditions (general)
- 4 character of service.
- 5 (b) Is a dependent of either a member of the armed forces who
- 6 is on active duty or a veteran and he or she provides proof
- 7 acceptable to the department that he or she is a dependent as
- 8 described in this subdivision.
- 9 Enacting section 1. This amendatory act takes effect 90 days
- 10 after the date it is enacted into law.