## SENATE AMENDMENTS TO HOUSE BILL 2117 (INCLUDING AMENDMENTS TO RESOLVE CONFLICTS)

By COMMITTEE ON BUSINESS, TRANSPORTATION AND WORKFORCE DEVELOPMENT

May 29

1	On page 1 of the printed bill, line 6, before the period insert "and section 2, chapter,
1	Oregon Laws 2007 (Enrolled Senate Bill 62), section 2, chapter, Oregon Laws 2007 (Enrolled Senate Bill 62), section 2, chapter,
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3	Senate Bill 63), and section 2, chapter 111, Oregon Laws 2007 (Enrolled House Bill 2076)".
4	On page 15, after line 13, insert:
5	" <u>SECTION 5a.</u> If House Bill 3354 becomes law, section 5 of this 2007 Act (amending ORS
6	479.940) is repealed and ORS 479.940, as amended by section 1, chapter, Oregon Laws
7	2007 (Enrolled House Bill 3354), is amended to read:
8	"479.940. (1) The licensure provisions of ORS 479.510 to 479.945 do not apply to the following
9	activity on Class II and III systems in one and two family dwellings regulated under the Low-Rise
10	Residential Dwelling Code:
11	"(a) Prewiring of cable television and telephone systems owned by the owner of the residence;
12	"(b) Garage door openers;
13	"(c) Vacuum systems;
14	"(d) Audio and stereo systems;
15	"(e) HVAC;
16	"(f) Landscape sprinkler controls;
17	"(g) Landscape lighting; and
18	"(h) Doorbells.
19	"(2) The provisions of subsection (1) of this section apply only to persons or businesses licensed
20	and in good standing with the Construction Contractors Board.
21	"(3)(a) The licensure provisions of ORS 479.510 to 479.945 do not apply to a landscape con-
22	tracting business licensed under ORS 671.510 to 671.710 when making installations of landscape ir-
23	rigation control wiring and outdoor landscape lighting involving a Class II or Class III system that
24	does not exceed 30 volts and 750 volt-amperes.
25	"(b) A landscape contracting business exempt from licensing under this [section] subsection
26	shall issue an identification card to its landscape irrigation control wiring or outdoor landscape
27	lighting installer. The form for the identification card shall be provided by the State Landscape
28	Contractors Board. The identification card shall include the name of the installer, the name and
29	State Landscape Contractors Board identification number of the [landscaping] landscape contract-
30	ing business and the date of issue of the identification card. The card shall be carried by the in-
31	staller at the job site when performing the allowed electric installations.
32	"(4) The licensure provisions of ORS 479.510 to 479.945 do not apply to limited energy electrical

activity involving the installation, maintenance or repair of lottery equipment at retail locations by employees or vendors of the Oregon State Lottery Commission. The exemption provided by this 1 subsection does not authorize work by unlicensed persons on systems of 115 volts or more.

"(5) All nonlicensure requirements of ORS 479.510 to 479.945, including permits for and compliance with the electrical specialty code, apply to activities conducted under subsections (1) to (4) of this section. If any person or business repeatedly violates the permit or code compliance requirements, in addition to any other remedy, the Electrical and Elevator Board may suspend, condition or revoke a person's or business's right to use this provision.".

7 On page 20, line 1, before "professional" insert "construction".

8 In line 2, before "professional" insert "construction".

- 9 Delete lines 28 through 45 and insert:
- 10 "SECTION 11. ORS 671.520 is amended to read:
- 11 "671.520. As used in ORS 671.510 to 671.710, unless the context requires otherwise:

12 "(1) 'Landscape [contractor] construction professional' means [any person] an individual who 13 for compensation or with the intent to be compensated performs or supervises activities requiring 14 the art, ability, experience, knowledge, science and skill to:

15 "(a) Plan or install lawns, shrubs, vines, trees or nursery stock;

16 "(b) Prepare property on which lawns, shrubs, vines, trees or nursery stock is to be installed;

17 "(c) Construct or repair ornamental water features, drainage systems or irrigation systems; or

18 "(d) Plan or install fences, decks, arbors, patios, landscape edging, driveways, walkways or re-19 taining walls.

"(2) "(2) 'Landscape contracting business' means a business that for compensation or with the intent to be compensated arranges for or submits a bid or otherwise offers or contracts to provide the services of a landscape construction professional.

23 "[(2) 'Landscaping business' means a business that for compensation or with the intent to be com-24 pensated arranges for or submits a bid or otherwise offers or contracts to provide the services of a 25 landscape contractor.]

"(3) 'Licensee' means a person that is licensed under ORS 671.510 to 671.710 as a landscape
 [contractor] construction professional or [landscaping] landscape contracting business.

28 "(4) 'Nursery stock' means nursery stock:

29 "(a) As defined by ORS 571.005 other than stock grown for commercial resale or reforestation; 30 or

"(b) As defined by the State Landscape Contractors Board by rule.

"(5) 'Ornamental water features' means fountains, ponds, waterfalls, man-made streams and other decorative water-related constructions as identified by the board by rule.".

34 On page 21, delete lines 1 through 6.

35 Delete lines 30 through 45 and insert:

36 "SECTION 13. ORS 671.530 is amended to read:

"671.530. (1) A person may not operate as a landscape [contractor] construction professional
in this state without a valid landscape [contractor's] construction professional license issued pursuant to ORS 671.560.

"(2) A person may not represent in any manner that the person is a landscape [contractor]
construction professional unless the person has a valid landscape [contractor's] construction
professional license issued pursuant to ORS 671.560. The prohibition in this subsection includes,
but is not limited to:

44 "(a) Using the title of landscape contractor, landscape construction professional, landscape 45 gardener or landscaper or any other title using a form of the word 'landscape' that indicates or

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1 tends to indicate that the person is a landscape construction professional; and

2 "(b) Using any [*title*,] sign, card or device that indicates or tends to indicate that the person is 3 a landscape [*contractor*] **construction professional**.

4 "(3) A person may not operate as a [landscaping] landscape contracting business in this state
5 unless the person has a valid [landscaping] landscape contracting business license issued pursuant
6 to ORS 671.560.

"(4) A person may not advertise or represent in any manner that the person is a [landscape]
landscape contracting business unless the person has a valid [landscaping] landscape contracting
business license issued pursuant to ORS 671.560. The prohibition in this subsection includes, but is
not limited to:

"(a) Using the title of landscape business, [or] landscaping business or landscape contracting
 business; and

"(b) Using any title, sign, card or device that indicates or tends to indicate that the person is
a [landscaping] landscape contracting business.

15 "(5) A landscape maintenance business may use a form of the word 'landscape' in the title of the 16 business only if the title clearly indicates the maintenance nature of the business. For purposes of 17 this subsection, the term 'landscape gardening' does not indicate the maintenance nature of a land-18 scape maintenance business.

"(6) A landscape [contractor is authorized to] construction professional may perform landscaping work only while in the employ of a [landscaping] landscape contracting business licensed and bonded as required by ORS 671.510 to 671.710. If the landscape [contractor] construction professional is the sole proprietor, the [contractor] landscape construction professional must also obtain a license as a [landscaping] landscape contracting business.".

24 On page 22, delete lines 1 through 15.

25 On page 23, line 13, before "professional" insert "construction".

26 In line 25, before "professional" insert "construction".

27 In line 28, before "professional" insert "construction".

28 On page 24, after line 23, insert:

<sup>29</sup> "<u>SECTION 15a.</u> If House Bill 2075 becomes law, section 15 of this 2007 Act (amending ORS
 <sup>30</sup> 671.555) is repealed and ORS 671.555, as amended by section 2, chapter \_\_\_\_\_, Oregon Laws
 <sup>31</sup> 2007 (Enrolled House Bill 2075), is amended to read:

32 "671.555. (1) The State Landscape Contractors Board may investigate the activities of any per-33 son engaged in the [*landscaping*] **landscape contracting** business to determine compliance with 34 ORS 671.510 to 671.710.

35 "(2) With the approval of the city or county, the board may conduct investigations with city or 36 county inspectors, provided that the city or county is reimbursed by the board for the costs of such 37 investigations.

38 "(3) Any inspector or investigator authorized by the board to determine compliance with ORS 671.510 to 671.710 may require any person who is engaged in any activity regulated by ORS 671.510 39 40 to 671.710 to demonstrate proof of compliance with the licensing requirements of ORS 671.510 to 41 671.710. If a person who is contracting directly with the owner of the property does not demonstrate proof of compliance with the licensing requirements of ORS 671.510 to 671.710, the inspector [shall] 42or investigator may give notice of noncompliance to the person. The notice of noncompliance shall 43 44 be in writing, shall specifically state that the person is not in compliance with the licensing re-45 quirements of ORS 671.510 to 671.710 and shall provide that unless the person demonstrates proof

1 of compliance within two days of the date of the notice, the inspector or investigator may by order 2 stop all work then being done by the person. The notice of noncompliance shall be served upon the person and shall be served upon or delivered to the owner of each property upon which the person 3 4 is then performing work under contract. If more than one person is the owner of any such property, a copy of the notice need be given to only one of such persons. If after receipt of the notice of 5 noncompliance the person fails within the two-day period specified in the notice to demonstrate 6 7 proof of compliance with the licensing requirements of ORS 671.510 to 671.710, the inspector [is 8 authorized to] or investigator may order the work stopped by notice in writing served on any persons engaged in the activity. Any person so notified shall stop such work until proof of compli-9 ance is demonstrated. However, the inspector or investigator may not order the work stopped until 10 11 at least two days after the copies of the notice of noncompliance have been served upon or delivered 12to the owners.

"(4) Notwithstanding subsection (3) of this section, the board may order landscaping work stopped immediately if the [*landscaping*] landscape contracting business working on a worksite cannot demonstrate that the business has been licensed by the board at any time within the two years immediately preceding work on the worksite.

"(5) The board has the power to administer oaths, issue notices and subpoenas in the name of the board, compel the attendance of witnesses and the production of evidence, hold hearings and perform such other acts as are reasonably necessary to carry out its duties under ORS 671.510 to 671.710.

"(6) If any person fails to comply with a subpoena issued under subsection (5) of this section or refuses to testify on matters on which the person may be lawfully interrogated, the board shall compel obedience in the manner provided in ORS 183.440.".

24 In line 26, before "professional" insert "construction".

25 In line 33, before "professional" insert "construction".

26 After line 37, insert:

27 "<u>SECTION 16a.</u> If House Bill 2076 becomes law, section 16 of this 2007 Act (amending ORS
28 671.560) is repealed and ORS 671.560, as amended by section 3, chapter 111, Oregon Laws 2007
29 (Enrolled House Bill 2076), is amended to read:

"671.560. (1) Except as provided in ORS 671.590 and section 2, chapter 111, Oregon Laws 2007
 [of this 2007 Act], the State Landscape Contractors Board shall issue a landscape [contractor's]
 construction professional license to an applicant who satisfies the requirements of ORS 671.570.

"(2) The board shall issue a [landscaping] landscape contracting business license to an appli cant who satisfies the requirements of the board.

"(3) An applicant for a license under this section shall apply to the board upon a form furnished
 by the board and give such information as the board considers necessary.

"(4)(a) The board may issue a limited or specialty license if the applicant is required to have a landscape [contractor's] construction professional license or landscape contracting business license but is not qualified or required to be licensed for all phases of landscape [contracting] work.

"(b) The board may adopt rules to limit or restrict the landscape work performed by
probationary landscape [contractors] construction professionals.

42 "(5) A [landscaping] landscape contracting business that qualifies for the exemption described
43 in ORS 571.045 shall indicate on its license application or license renewal application under this
44 section the reasons the business qualifies for the exemption.".

45 In line 43, before "professional" insert "construction".

1 In line 45, before "professionals" insert "construction".

2 On page 25, after line 13, insert:

"SECTION 17a. If House Bill 2075 becomes law, section 17 of this 2007 Act (amending ORS
671.565) is repealed and ORS 671.565, as amended by section 3, chapter \_\_\_\_\_, Oregon Laws
2007 (Enrolled House Bill 2075), is amended to read:
"671.565. (1) Each person applying for a [landscaping] landscape contracting business license
must:

8 "(a) Pay to the State Landscape Contractors Board the applicable [*landscaping*] **landscape** 9 **contracting** business license fee established by the board under ORS 671.650.

"(b) Have a landscape [contractor] construction professional license or employ at least one
 person with a landscape [contractor] construction professional license to supervise the landscaping
 operation of the business.

"(c) Submit the names of all employees who are licensed [contractors] landscape construction
 professionals.

15 "(d) File with the board a form of security acceptable under ORS 671.690.

"(e) File with the board a certificate of public liability, personal injury and property damage insurance covering the work of the [*landscaping*] **landscape contracting** business that is subject to ORS 671.510 to 671.710 for an amount not less than \$100,000.

"(f) Indicate, as set forth in ORS 670.600, the basis under which the applicant qualifies as an independent contractor.

"(2) At the time of application for a license, for renewal of a license in active status or for return of a license to active status, the [*landscaping*] **landscape contracting** business shall provide evidence satisfactory to the board that the public liability, personal injury and property damage insurance required by subsection (1)(e) of this section is in effect. During a license period, the [*land-scaping*] **landscape contracting** business shall provide, to the extent required by the board, satisfactory evidence of continued public liability, personal injury and property damage insurance coverage.".

28 In line 31, before "professional" insert "construction".

29 On page 26, delete lines 3 through 12 and insert:

<u>SECTION 19a.</u> If House Bill 2076 becomes law and House Bill 2075 does not become law,
 section 19 of this 2007 Act (amending ORS 671.570) is repealed and ORS 671.570, as amended
 by section 4, chapter 111, Oregon Laws 2007 (Enrolled House Bill 2076), is amended to read:

"671.570. (1) Each person applying for a landscape [contractor's] construction professional li cense must:

35 "(a) Pay a nonrefundable application fee.

36 "(b) Pay an examination fee.

"(c) Pay to the State Landscape Contractors Board the landscape [contractor's] construction
 professional license fee required by ORS 671.650.

39 "(d) Pass an examination, which the board shall offer at least once each six months, to deter-40 mine the fitness of the applicant for licensing and within 10 years before the day the application for 41 a license is made:

42 "(A) Have at least 24 months of employment with a landscape contracting business; or

43 "(B) Have at least 12 months of employment with a landscape contracting business and one full

44 year of training in an area related to landscaping at an accredited school or college.

45 "(e) Be employed by, or own, a [landscaping] landscape contracting business if performing

1 landscaping work.

"(2) Notwithstanding subsection (1) of this section, the board may adopt rules allowing a person who does not meet the education and experience requirements in subsection (1)(d) of this section to substitute other education and experience that demonstrate the fitness of the person for licensing as a landscape [contractor] construction professional.

<sup>6</sup> <u>SECTION 19b.</u> If both House Bill 2075 and House Bill 2076 become law, section 19 of this
<sup>7</sup> 2007 Act (amending ORS 671.570) is repealed and ORS 671.570, as amended by section 4,
<sup>8</sup> chapter 111, Oregon Laws 2007 (Enrolled House Bill 2076), and section 6, chapter \_\_\_\_\_\_,
<sup>9</sup> Oregon Laws 2007 (Enrolled House Bill 2075), is amended to read:

"671.570. (1) Each person applying for a landscape [contractor] construction professional li cense must:

12 "(a) Pay a nonrefundable application fee.

13 "(b) Pay an examination fee.

"(c) Pay to the State Landscape Contractors Board the landscape [contractor] construction
 professional license fee required by ORS 671.650.

"(d) Pass an examination, which the board shall offer at least once each six months, to determine the fitness of the applicant for licensing and within 10 years before the day the application for a license is made:

"(A) Have at least 24 months of employment with a [landscaping] landscape contracting busi ness; or

"(B) Have at least 12 months of employment with a [*landscaping*] **landscape contracting** business and one full year of training in an area related to landscaping at an accredited school or college.

24 "(e) Be employed by, or own, a [*landscaping*] **landscape contracting** business if performing 25 landscaping work.

26 "(2) Notwithstanding subsection (1) of this section, the board may adopt rules allowing a person 27 who does not meet the education and experience requirements in subsection (1)(d) of this section to 28 substitute other education and experience that demonstrate the fitness of the person for licensing 29 as a landscape [contractor] construction professional.

30 "<u>SECTION 19c.</u> If House Bill 2076 becomes law and House Bill 2075 does not become law, 31 section 2, chapter 111, Oregon Laws 2007 (Enrolled House Bill 2076), is amended to read:

32 "Sec. 2. (1) Notwithstanding ORS 671.570, the State Landscape Contractors Board may issue a 33 probationary landscape [contractor] construction professional license to a person who does not 34 meet the training and experience qualifications set forth in ORS 671.570. To obtain a probationary 35 landscape [contractor] construction professional license, the person must:

36 "(a) Pay a nonrefundable application fee;

37 "(b) Pay an examination fee;

38 "(c) Pay to the board the landscape [contractor's] construction professional license fee re-39 quired by ORS 671.650; and

"(d) Pass all sections of the examination described in ORS 671.570 within 12 months after first
taking the examination.

42 "(2) Two or more years after receiving a probationary landscape [contractor] construction 43 professional license, a probationary landscape [contractor] construction professional may obtain 44 removal from probationary status and issuance of a landscape [contractor's] construction profes-45 sional license if the probationary landscape [contractor] construction professional presents the 46 sional license if the probationary landscape [contractor] construction professional presents the 47 sional license if the probationary landscape [contractor] construction professional presents the board with proof that the probationary landscape [contractor] construction professional has done
 any of the following:

3 "(a) Completed at least 24 months of employment with a licensed [landscaping] landscape con4 tracting business under the direct supervision of a landscape [contractor] construction profes5 sional.

6 "(b) Provided supervision described in ORS 671.540 (15) or 671.565 (1)(b) for at least 24 months 7 as the owner or employee of a licensed [*landscaping*] **landscape contracting** business that, during 8 that period:

9 "(A) Filed and maintained with the board a bond, letter of credit or deposit in the amount of 10 \$15,000; and

"(B) Performed landscaping work only on landscaping projects where the amount charged by the
 [*landscaping*] landscape contracting business for work on the project during any 12-month period
 did not exceed \$15,000.

"(c) Actively operated for at least 24 months as a construction contractor licensed under ORS chapter 701.

"(3) Except as provided in this section and ORS 671.560 and as the board may provide by rule,
a probationary landscape [contractor] construction professional licensed under this section is for
all purposes a landscape [contractor] construction professional licensed under ORS 671.560.

"SECTION 19d. If both House Bill 2075 and House Bill 2076 become law, section 2, chapter 111,
 Oregon Laws 2007 (Enrolled House Bill 2076), as amended by section 5, chapter \_\_\_\_\_, Oregon
 Laws 2007 (Enrolled House Bill 2075), is amended to read:

Sec. 2. (1) Notwithstanding ORS 671.570, the State Landscape Contractors Board may issue a probationary landscape [contractor] construction professional license to a person who does not meet the training and experience qualifications set forth in ORS 671.570. To obtain a probationary landscape [contractor] construction professional license, the person must:

26 "(a) Pay a nonrefundable application fee;

27 "(b) Pay an examination fee;

"(c) Pay to the board the landscape [contractor] construction professional license fee required
by ORS 671.650; and

"(d) Pass all sections of the examination described in ORS 671.570 within 12 months after first taking the examination.

"(2) Two or more years after receiving a probationary landscape [contractor] construction professional license, a probationary landscape [contractor] construction professional may obtain removal from probationary status and issuance of a landscape [contractor] construction professional license if the probationary landscape [contractor] construction professional presents the board with proof that the probationary landscape [contractor] construction professional has done any of the following:

"(a) Completed at least 24 months of employment with a licensed [landscaping] landscape con tracting business under the direct supervision of a landscape [contractor] construction profes sional.

"(b) Provided supervision described in ORS 671.540 (15) or 671.565 (1)(b) for at least 24 months
as the owner or employee of a licensed [*landscaping*] landscape contracting business that, during
that period:

44 "(A) Filed and maintained with the board a bond, letter of credit or deposit in the amount of 45 \$15,000; and

"(B) Performed landscaping work only on landscaping projects where the amount charged by the 1  $\mathbf{2}$ [landscaping] landscape contracting business for work on the project during any 12-month period

3 did not exceed \$15,000.

4 "(c) Actively operated for at least 24 months as a construction contractor licensed under ORS chapter 701. 5

6 "(3) Except as provided in this section and ORS 671.560 and as the board may provide by rule, 7 a probationary landscape [contractor] construction professional licensed under this section is for all purposes a landscape [contractor] construction professional licensed under ORS 671.560. 8

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"SECTION 20. ORS 671.574 is amended to read:

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"671.574. (1) If a landscape [contractor] construction professional is not operating as a land-11 scape [contractor] construction professional, the State Landscape Contractors Board may, upon 12request, place the license of the landscape [contractor] construction professional in inactive status. 13"(2) A landscape [contractor] construction professional in inactive status remains subject to

board jurisdiction, licensing requirements and fees. 14

15"(3) A landscape [contractor] construction professional that is in inactive status may not per-16 form or supervise work as a landscape [contractor] construction professional.

"(4) A landscape [contractor] construction professional license may not be placed or main-1718 tained in inactive status more than once during a licensing period.".

19 Delete lines 32 through 41 and insert:

"SECTION 22. ORS 671.580 is amended to read: 20

"671.580. A landscape [contractor's] construction professional license issued pursuant to ORS 2122671.560 is a personal privilege and is not transferable.

"SECTION 23. ORS 671.590 is amended to read: 23

24 "671.590. The State Landscape Contractors Board may license without examination any person 25who is a landscape [contractor] construction professional licensed, certified or registered under the 26 laws of another state, territory of the United States, the District of Columbia or another country where the requirements on the date the applicant was licensed, certified or registered were sub-27stantially equal to the requirements for licensing of landscape [contractors] construction profes-28 29 sionals in this state on the date of application by the person.".

30 On page 27, delete lines 4 through 18 and insert:

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"SECTION 25. ORS 671.603 is amended to read:

"671.603. (1) A landscape [contractor] construction professional or person operating as a 3233 [landscaping] landscape contracting business shall notify the State Landscape Contractors Board 34of a change of address for the [contractor] professional or business that occurs while the 35 [contractor] professional or business is licensed by the board or within one year after a license expires. The landscape [contractor] construction professional or [landscaping] landscape contract-36 37 ing business shall ensure that the board receives notice of the change of address no later than the 38 10th day after the change of address occurs.

39 "(2) Initial notice of a contested case or arbitration directed by the board to the last-known 40 address of record for a landscape [contractor] construction professional or [landscaping] landscape 41 contracting business is considered delivered to the [contractor] professional or business when de-42posited in the United States mail and sent registered, certified or post office receipt secured. Any 43 other communication directed by the board to the last-known address of record for a landscape 44 [contractor] construction professional or [landscaping] landscape contracting business is consid-45 ered delivered to the [contractor] **professional** or business when deposited in the United States mail, 1 regular mail.".

2 On page 28, delete lines 22 through 45 and delete page 29 and insert:

3 "SECTION 28. ORS 671.610 is amended to read:

"671.610. (1) In addition to any civil penalty assessed under ORS 671.997, the State Landscape
Contractors Board may suspend, revoke or refuse to issue or renew the license of a landscape
[contractor] construction professional or [landscaping] landscape contracting business that does

7 any of the following:

8 "(a) Obtains or attempts to obtain a license under ORS 671.510 to 671.710 by fraud or material 9 misrepresentation.

"(b) Makes a material misrepresentation about the quality of any material or service the personprovides.

12 "(c) Performs defective work.

13 "(d) Furnishes defective materials.

14 "(e) Makes misleading statements when advertising services or materials.

15 "(f) Violates a provision of ORS 671.510 to 671.710.

"(g) Fails to have a replacement bond, letter of credit or deposit on file at the time of a termination, cancellation, reduction or withdrawal of the bond, letter of credit or deposit required by ORS 671.690.

"(h) Fails to maintain public liability, personal injury and property damage insurance as required by ORS 671.565 throughout a licensing period.

21 "(i) Violates a voluntary compliance agreement entered into under ORS 646.605 to 646.652.

"(j) Performs work for which a permit is required under the state building code without obtaining the required permit, if the work results in the filing of a claim with the board.

24 "(k) Violates a rule or order of the board.

25 "(L) Refuses to comply with a subpoena issued by the board.

26 "(m) Fails to pay in full any amount owed to a claimant under a final order of the board or an 27 arbitration award, or under a judgment rendered in this or any other state.

"(n) Does not make payment, including any interest due, for labor or materials contracted for by the person pursuant to a contract for a public improvement within 90 days after the date the person receives payment from a public contracting agency or, if the person is a subcontractor, from the contractor.

"(o) Engages in conduct as a landscape [contractor] construction professional or
 [landscaping] landscape contracting business that is dishonest or fraudulent or that the board finds
 injurious to the welfare of the public.

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"(p) Fails to comply with the requirements of ORS 652.120.

"(q) Is convicted of a crime under ORS 163.115, 163.185, 163.225, 163.235, 163.355, 163.365,
163.375, 163.385, 163.395, 163.405, 163.408, 163.411, 163.415, 163.425, 163.427, 164.055, 164.075, 164.325
or 164.415, provided that the facts supporting the conviction and all intervening circumstances make
the determination to suspend, revoke or refuse to issue or renew the license consistent with ORS
670.280.

41 "(2) The board may suspend or refuse to renew the license of a landscape [contractor] con-42 struction professional or [landscaping] landscape contracting business without prior hearing if, 43 after investigating and setting forth in writing the facts supporting the action, the board determines 44 that continued activity by the landscape [contractor] construction professional or [landscaping] 45 landscape contracting business poses an imminent threat of serious harm to the public welfare. 1 Facts sufficient to support a suspension or refusal to renew under this subsection include, but are 2 not limited to:

3 "(a) The lack of a surety bond, letter of credit or deposit required under ORS 671.690;

4 "(b) The lack of public liability, personal injury or property damage insurance required under 5 ORS 671.565;

"(c) The hiring of employees while [registered] licensed as exempt under ORS 671.525;

"(d) Conduct as a landscape [contractor] construction professional or a [landscaping] landscape contracting business that is dishonest; or

9 "(e) Operation of a [landscaping] landscape contracting business that does not employ at least 10 one licensed landscape [contractor] construction professional.

11 "(3) A person whose license is suspended or refused renewal under subsection (2) of this section may request a hearing within 90 days after receiving the notice of the suspension or refusal to re-1213new. Except as provided in this subsection, the board shall give a contested case hearing requested under this subsection priority over other hearings and schedule the hearing for the earliest practi-14 15cable date. If a citation is issued to the person and the order of suspension or refusal to renew will 16 terminate by its terms if a court renders a final judgment regarding the citation in favor of the person, the person may request that the board hold the requested contested case hearing in abey-1718 ance until after the court has rendered a final judgment.

"(4) A person whose license is revoked under this section is not eligible to apply for a license under ORS 671.510 to 671.710 until two years after the effective date of the revocation.

"(5) The board may suspend, revoke or refuse to reissue the license of a [landscaping] landscape contracting business, and may impose a civil penalty, all as provided under ORS 671.997 (4), if the board determines, after notice and opportunity for a hearing, that the [landscaping] landscape contracting business was working with other [landscaping] landscape contracting businesses on the same task and work site where one of the [landscaping] landscape contracting businesses is [registered] licensed as an exempt independent contractor under ORS 671.525 (2)(b) and the total number of [landscaping] landscape contracting businesses working on the task exceeded:

28 "(a) Two sole proprietors;

29 "(b) One partnership;

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30 "(c) One corporation; or

31 "(d) One limited liability company.

32 "<u>SECTION 28a.</u> If Senate Bill 63 becomes law, section 2, chapter \_\_\_\_\_, Oregon Laws 2007
 33 (Enrolled Senate Bill 63), is amended to read:

"Sec. 2. An applicant for the issuance or renewal of a landscape [contractor] construction 3435 professional license or [landscaping] landscape contracting business license shall include in the application to the State Landscape Contractors Board notice of any unpaid court judgment, arbi-36 37 tration award or administrative agency final order entered or issued in any jurisdiction that requires 38 the applicant to pay damages arising out of the performance of, or a contract for, landscaping work. The board may adopt rules that require an applicant to provide additional information regarding a 39 40 judgment, arbitration award or agency final order described in this section and the status of any 41 appeal or exceptions.".

42 On page 30, delete lines 1 through 4.

43 Delete lines 15 through 45 and insert:

44 **"SECTION 30.** ORS 671.614 is amended to read:

45 "671.614. (1) The State Landscape Contractors Board may issue an order placing a

[landscaping] landscape contracting business, or any landscape [contractor] construction professional that is employed by the [landscaping] landscape contracting business or is a [landscaping] landscape contracting business owner or officer as defined in ORS 671.607, on probation if three or more claims are filed against the [landscaping] landscape contracting business's bond, letter of credit or deposit within a 12-month period.

6 "(2) The board may place a [landscaping] landscape contracting business or landscape [con-7 tractor] construction professional on probation under this section only if the board determines af-8 ter investigation of the complaints that a significant likelihood exists that continued activity by the 9 [landscaping] landscape contracting business or landscape [contractor] construction professional 10 without board supervision will result in additional claims against the [landscaping] landscape con-11 tracting business.

"(3) The board may require as a condition of probation imposed under this section that the landscape [contractor] construction professional take a board-approved education course in one or more subjects relating to landscape [contracting] operations.

"(4) The board may require as a condition of probation imposed under this section that the owner or officer of the [landscaping] **landscape contracting** business take a board-approved education course in one or more subjects relating to [landscaping] **landscape contracting** business or general business practices.

"(5) The board may take action to suspend, revoke or refuse to renew the license of the [land-scaping] landscape contracting business or landscape [contractor] construction professional if the [contractor or] business or professional fails to fulfill the terms of the probation.

22

"<u>SECTION 31.</u> ORS 671.615 is amended to read:

23"671.615. The State Landscape Contractors Board may license a landscape [contractor] construction professional to install backflow assemblies for irrigation systems and ornamental water 24 25features. The board, by rule, shall establish qualifications for issuance of a license under this sec-26tion. A landscape [contractor] construction professional may install a backflow assembly only if the 27landscape [contractor] construction professional is licensed under this section and is the owner of, or employed by, a licensed landscape contracting business. A landscape [contractor] con-28 struction professional installing a backflow assembly may tap into the potable water supply only 29 30 at a point after the connection between the water system and the customer, as that connection is defined in ORS 448.115.". 31

32 On page 31, line 15, before "professional" insert "construction".

33 In line 29, before "professionals" insert "construction".

34 In line 30, before "professional" insert "construction".

35 On page 32, after line 30, insert:

36 "SECTION 36a. If Senate Bill 62 becomes law, section 36 of this 2007 Act (amending ORS
 37 671.700) is repealed and ORS 671.700, as amended by section 6, chapter \_\_\_\_\_, Oregon Laws
 38 2007 (Enrolled Senate Bill 62), is amended to read:

39 "671.700. (1) If a claim is filed with the State Landscape Contractors Board against a licensed 40 [landscaping] landscape contracting business for payment from the bond, letter of credit or deposit 41 required of the business under ORS 671.690, the board may resolve the dispute involving the [land-42 scaping] landscape contracting business.

43 "(2) A person having a claim against a [*landscaping*] landscape contracting business shall give
44 the board notice of the claim in writing 90 days before any action on the bond, letter of credit or
45 deposit is commenced.

"(3) The board may not accept a claim against a [*landscaping*] **landscape contracting** business for processing if the claim is not filed with the board within one year after the business substantially completed work. The board may not issue an order for the payment of a court judgment or arbitration award from the bond, letter of credit or deposit of a [*landscaping*] **landscape contracting** business unless the person has timely filed with the board a claim against the business regarding the same matter that resulted in the judgment or award.".

7 On page 34, after line 26, insert:

8 "<u>SECTION 37a.</u> If Senate Bill 62 becomes law, section 37 of this 2007 Act (amending ORS
9 671.703) is repealed and ORS 671.703, as amended by section 7, chapter \_\_\_\_\_, Oregon Laws
10 2007 (Enrolled Senate Bill 62), is amended to read:

"671.703. (1) Upon acceptance of a claim described in section 2, chapter \_\_\_\_\_, Oregon Laws 2007 (Enrolled Senate Bill 62) [of this 2007 Act], the State Landscape Contractors Board shall initiate an investigation. Upon completion of the investigation, if the board determines that facts exist supporting an order for payment, the board may order the [landscaping] landscape contracting business to pay the claim. A party to the claim may request a hearing on the order issued by the board.

"(2) Subject to subsection (5) of this section, if the resolution of the claim requires a hearing, the board may require that the hearing be conducted as a binding arbitration under rules adopted by the board under subsection (4) of this section.

"(3) The board may use arbitration, mediation or other forms of dispute resolution to resolve a
landscaping dispute between any parties who agree to follow the rules of the board, including parties to a dispute that is not a claim described in section 2, chapter \_\_\_\_\_, Oregon Laws 2007
(Enrolled Senate Bill 62) [of this 2007 Act].

"(4) Except as provided in this subsection, rules adopted by the board to regulate arbitration
under subsections (2) and (3) of this section must substantially conform with the provisions of ORS
36.600, 36.610 to 36.630, 36.635 (2), 36.640, 36.645 (2), 36.650 to 36.680, 36.685 (1) and 36.690 to 36.740.
The rules may:

"(a) Require that a hearing under ORS 183.413 to 183.470 be conducted for issues for which a
petition could be filed under ORS 36.615, 36.620, 36.625 and 36.640;

"(b) Limit orders and awards made by the arbitrator as necessary to comply with ORS 671.510
to 671.710;

"(c) Require that a request that an arbitrator modify or correct an award under ORS 36.690 be submitted in a form specified by the rule;

34 "(d) Require that a petition under ORS 36.705 (2) or 36.710 (1) be filed in a shorter period of time 35 than provided by ORS 36.705 and 36.710; and

36

"(e) Include any other provision necessary to conform the arbitration to ORS 671.510 to 671.710.

"(5) A party to a claim that is subject to a board order of binding arbitration under subsection (2) of this section may avoid the arbitration if the party requests to have the claim resolved through a contested case hearing or files a complaint in a court. A party making a request or filing a complaint under this subsection is subject to the following provisions:

41 "(a) If the party requests to have a claim resolved through a contested case hearing, the party 42 must, within the time specified in paragraph (c) of this subsection, deliver the request in writing to 43 the board and to all parties entitled by board rule to receive a copy of the request.

"(b) If the party files a complaint in a court, the party must, within the time specified in paragraph (c) of this subsection, deliver a copy of the complaint to the board and to all parties entitled by the board rule to receive a copy of the complaint. If the party filing the complaint is the claimant, the claimant must allege all elements of the claim in the complaint. If the complaint is filed by the licensed [*landscaping*] **landscape contracting** business against whom a claim is alleged, the complaint may be a complaint for damages, a complaint for declaratory judgment or other complaint that allows the claimant to file a response alleging the elements of the claim. The claimant has the burden of proving the elements of the claim in any action described in this paragraph.

7 "(c) A party that is subject to paragraph (a) or (b) of this subsection must deliver a request or 8 complaint to the board as described in paragraphs (a) and (b) of this subsection no later than the 9 30th day after the board sends notice that an arbitration hearing has been scheduled. Failure to 10 timely deliver a request or complaint under this paragraph constitutes consent to the binding arbi-11 tration.

"(d) If a party makes a timely request under paragraph (a) of this subsection for a contested case hearing and another party timely files a complaint in compliance with paragraph (b) of this subsection, the filing of the complaint supersedes the request for a contested case hearing.

15 "(e) A party may not withdraw a request made in compliance with paragraph (a) of this sub-16 section unless all parties agree to the withdrawal.

"(f) The provisions of paragraph (b) of this subsection are in addition to any other requirements imposed by law regarding the filing of a complaint.

"(6) An arbitration conducted under subsection (2) or (3) of this section must be held before an administrative law judge acting as arbitrator. The administrative law judge assigned to act as arbitrator of the case on behalf of the board must be from the Office of Administrative Hearings established under ORS 183.605. The assignment of an administrative law judge to act as arbitrator is subject to a request for a different arbitrator under ORS 183.645 or a rule adopted pursuant to ORS 183.645.

"(7) If a party to a claim described in section 2, chapter \_\_\_\_\_, Oregon Laws 2007 (Enrolled Senate Bill 62), [of this 2007 Act] requests a contested case hearing, the board shall schedule the hearing. If a party files a court action to determine the matter described in the claim, the board shall suspend further processing of the claim until the action is resolved by an appropriate court.

29 "(8) If the matter described in a claim is submitted for determination by a court, the board may 30 require that the claimant provide status reports on the pending action. The board may dismiss or 31 close a claim described in section 2, chapter \_\_\_\_\_, Oregon Laws 2007 (Enrolled Senate Bill 32 62), [of this 2007 Act] as established by rule of the board if the claimant fails to submit status re-33 ports on a pending action.

"(9) [The board shall issue a final order in a form that indicates the maximum amount that is payable from the bond, letter of credit or deposit to satisfy an order, arbitration award or judgment.] If a final order or arbitration award is issued under this section and the [landscaping] landscape contracting business does not pay the claim on or before the 30th day after receiving the [board] order, the board shall order the claim paid out of the bond, letter of credit or deposit filed under ORS 671.690.

40 "(10) The board may dismiss or close a claim as established by rule of the board if:

41 "(a) The claimant does not permit the person against whom the claim is filed to be present at42 any on-site investigation made by the board; or

43 "(b) The board determines that the person against whom the claim is filed is capable of com-44 plying with recommendations made by the board relative to the claim, but the claimant does not 45 permit the person to comply with the recommendations. The board may dismiss or close a claim 1 under this paragraph only if the person was licensed at the time the work was first performed and 2 is licensed at the time the board makes its recommendations.

3 "(11) The board may suspend processing a claim if the board determines that the nature or 4 complexity of the claim is such that a court is the appropriate forum for the adjudication of the 5 claim.

6 "<u>SECTION 37b.</u> If Senate Bill 62 becomes law, section 2, chapter \_\_\_\_\_, Oregon Laws 2007 7 (Enrolled Senate Bill 62), is amended to read:

8 "Sec. 2. A claim against a licensed [*landscaping*] landscape contracting business is payable 9 from the bond, letter of credit or deposit required of the [*landscaping*] landscape contracting 10 business under ORS 671.690 only if the claim arises from the performance, or a contract for the 11 performance, of work that is subject to ORS 671.510 to 671.710. The claim must be of one or more 12 of the following types:

"(1) A claim against the [landscaping] landscape contracting business by the property owner
 or the owner's agent for any of the following:

15 "(a) Negligent work.

16 "(b) Improper work.

17 "(c) Breach of contract.

"(2) A claim against the [*landscaping*] **landscape contracting** business by the property owner or the owner's agent to discharge, or to recoup funds expended in discharging, a lien established under ORS 87.010 to 87.060 or 87.075 to 87.093. The State Landscape Contractors Board may reduce a claim described in this subsection by any amount the claimant owes the [*contractor*] **landscape contracting business**. The board shall process claims described in this subsection only if:

"(a) The owner paid the [*landscaping*] landscape contracting business for work subject to ORS
 671.510 to 671.710; and

25 "(b) A lien established against the property of the owner under ORS 87.010 to 87.060 or 87.075 26 to 87.093 is filed because the [*landscaping*] **landscape contracting** business failed to pay the person 27 claiming the lien for that person's contribution toward completion of the improvement.

"(3) A claim against a licensed subcontractor by a licensed [landscaping] landscape contracting
business or by a construction contractor licensed under ORS chapter 701, for any of the following:

30 "(a) Negligent work.

33

31 "(b) Improper work.

32 "(c) Breach of contract.

"(4) A claim by a person furnishing labor to a [landscaping] landscape contracting business.

34 "(5) A claim, as limited by rule of the board, by a person furnishing material or renting or 35 supplying equipment to the [*landscaping*] **landscape contracting** business. The minimum limit set 36 by the board may not be more than \$150.

"(6) A claim by a subcontractor against the [landscaping] landscape contracting business for
unpaid labor or materials arising out of a contract.".

39 After line 38, insert:

40 "<u>SECTION 38a.</u> If Senate Bill 62 becomes law, section 38 of this 2007 Act (amending ORS
41 671.707) is repealed and ORS 671.707, as amended by section 8, chapter \_\_\_\_\_, Oregon Laws
42 2007 (Enrolled Senate Bill 62), is amended to read:

43 "671.707. (1) If a final order of the State Landscape Contractors Board is not paid by the
44 [*landscaping*] landscape contracting business, the board shall notify the surety on the business's
45 bond.

"(2) An order of the board that determines a claim under ORS 671.703 that becomes final by operation of law or on appeal and remains unpaid for 20 days after the order becomes final is an order in favor of the claimant against the [landscaping] landscape contracting business and may be recorded with the county clerk in any county of this state.

5 "(3) Upon receipt, the clerk shall record the order in the County Clerk Lien Record. In addition 6 to any other remedy provided by law, recording an order in the County Clerk Lien Record pursuant 7 to this section has the effect provided for in ORS 205.125 and 205.126, and the order may be enforced 8 as provided in ORS 205.125 and 205.126.".

9 On page 41, line 42, before "Sections" insert "(1)".

10 On page 42, line 2, delete "1 to 44" and insert "1 to 19b, 20 to 28, 29 to 37a and 38 to 44".

11 After line 8, insert:

"(2) The amendments to section 2, chapter 111, Oregon Laws 2007 (Enrolled House Bill 2076),
by sections 19c and 19d of this 2007 Act do not limit or terminate any right, duty, obligation or
disability acquired or incurred before the effective date of this 2007 Act under section 2, chapter
111, Oregon Laws 2007 (Enrolled House Bill 2076).

"(3) The amendments to section 2, chapter \_\_\_\_\_, Oregon Laws 2007 (Enrolled Senate Bill 63),
by section 28a of this 2007 Act do not limit or terminate any right, duty, obligation or disability
acquired or incurred before the effective date of this 2007 Act under section 2, chapter \_\_\_\_\_\_,
Oregon Laws 2007 (Enrolled Senate Bill 63).

"(4) The amendments to section 2, chapter \_\_\_\_\_, Oregon Laws 2007 (Enrolled Senate Bill 62),
by section 37b of this 2007 Act do not limit or terminate any right, duty, obligation or disability
acquired or incurred before the effective date of this 2007 Act under section 2, chapter \_\_\_\_\_\_,
Oregon Laws 2007 (Enrolled Senate Bill 62).".

24