SB 557-3 (LC 1797) 4/17/13 (CDT/mam/ps)

PROPOSED AMENDMENTS TO SENATE BILL 557

On page 1 of the printed bill, line 2, after "ORS" delete the rest of the line and lines 3 through 8 and insert "671.603, 671.610, 671.625, 671.660, and 671.997; repealing ORS 671.676; and declaring an emergency.".

4 Delete lines 10 through 29 and delete pages 2 through 31 and insert:

5 "SECTION 1. ORS 671.603 is amended to read:

"671.603. (1) A landscape construction professional or person operating 6 as a landscape contracting business shall notify the State Landscape Con-7 tractors Board of a change of address for the professional or business that 8 occurs while the professional or business is licensed by the board or within 9 one year after a license expires. The landscape construction professional or 10 landscape contracting business shall ensure that the board receives notice 11 of the change of address no later than the [10th] 30th day after the change 12of address occurs. 13

"(2) Initial notice of a contested case or arbitration directed by the board 14 to the last-known address of record for a landscape construction professional 15or landscape contracting business is considered delivered to the professional 16 or business when deposited in the United States mail and sent registered, 17 certified or post office receipt secured. Any other communication directed 18 by the board to the last-known address of record for a landscape construction 19 professional or landscape contracting business is considered delivered to the 20professional or business when deposited in the United States mail, regular 21mail. 22

1 **"SECTION 2.** ORS 671.625 is amended to read:

² "671.625. (1) The State Landscape Contractors Board shall by rule adopt ³ minimum standards for written contracts and billings of the landscape con-⁴ tracting businesses. The standards shall set forth requirements for informa-⁵ tion that must be contained in contracts and billings. The information ⁶ required shall be any information the board determines is necessary to pro-⁷ vide protection for consumers of the services and materials provided by ⁸ landscape contracting businesses.

9 "(2) **Any** work by a landscape contracting business subject to ORS 671.510 10 to 671.760 [*shall only*] **that is valued at \$500 or more must** be performed 11 subject to a written contract. Any contract or billing for such work must 12 conform to the standards adopted under subsection (1) of this section.

"(3) A contract that does not substantially comply with this section may
 not be enforced by a landscape contracting business in any court or other
 proceedings within this state.

¹⁶ "SECTION 3. ORS 671.660 is amended to read:

"671.660. (1) The fee for renewal of a license issued under ORS 671.510 to
671.760 shall be paid annually on or before the last day of the month of the
anniversary of issuance.

"(2) The State Landscape Contractors Board may not issue a new license to a person who has been previously licensed under ORS 671.510 to 671.760 and whose license has expired, unless the person makes written application on a form approved by the board and pays the required annual fee. The board may require the person to also pay a penalty fee.

"(3) If a license lapses for two years or more, the person must reapply as
for initial issuance of the license.

"(4) When a landscape contracting business renews its license, the business must submit the names of all employees who are licensed landscape construction professionals.

³⁰ "(5) When a person renews a landscape construction professional license,

1 the person must[:]

2 "[(a) Submit] submit the name of the employer if the person is currently
3 performing landscaping work.[; and]

4 "[(b) Demonstrate that the person has complied with the continuing educa-5 tion requirement adopted by the board.]

6 "SECTION 4. ORS 671.997 is amended to read:

"671.997. (1) Except as provided in subsection [(4)] (6) of this section, a
person who violates any provision of ORS 671.510 to 671.760 or a rule adopted
pursuant to ORS 670.310, 670.605 or 671.670 shall forfeit and pay to the State
Landscape Contractors Board a civil penalty in an amount determined by the
board of not more than \$2,000 for each offense.

"(2) In imposing a penalty under subsection (1) of this section, the
 board shall consider the following factors:

"(a) The past history of the person incurring a penalty in taking
 all feasible steps or procedures necessary or appropriate to correct any
 violation.

"(b) Any prior violations of ORS 671.510 to 671.760 or a rule adopted
 under ORS 670.310, 670.605 or 671.670.

"(c) The economic and financial conditions of the person incurring
a penalty.

"(3) If the person incurring a penalty under this section is otherwise in compliance with the licensing requirements of ORS 671.510 to 671.760 and the penalty being imposed is not for a violation of any backflow assembly installation requirement under ORS 671.615 or rules adopted under ORS 671.615, the penalty imposed for the first or second occurrence of a particular violation may be remitted or mitigated on condition that:

"(a) The particular violation not continue or occur after a certain
period not to exceed 15 days; or

30 "(b) The person incurring the penalty participate in an educational

program related to the professional competency of landscape con struction professionals to be determined by the board.

"[(2)] (4) [The board shall impose civil penalties under this section as provided in ORS 183.745] Any civil penalties imposed under this section
shall be imposed as provided in ORS 183.745.

6 "[(3)] (5) The provisions of this section are in addition to and not in lieu 7 of any other penalty or sanction provided by law.

"[(4)] (6) If a landscape contracting business commits an act described
under ORS 671.610 (5), the board [shall] may impose penalties and sanctions
on both the landscape contracting business to which the contract is awarded
and the landscape contracting business that awards the contract as follows:
"(a) A civil penalty of not less than \$500 nor more than \$1,000 for a first
offense;

"(b) A civil penalty of not less than \$1,000 nor more than \$2,000 for a second offense;

"(c) Suspension of license or refusal to reissue license for six months for
a third offense;

18 "(d) Revocation of license for three years for a fourth offense; and

"(e) Permanent revocation of the landscape contracting business's licensefor a fifth offense.

²¹ "SECTION 5. 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 construction professional or landscape contracting business that does any of the following:

"(a) Obtains or attempts to obtain a license under ORS 671.510 to 671.760
by fraud or material misrepresentation.

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

30 "(c) Performs defective work.

1 "(d) Furnishes defective materials.

² "(e) Makes misleading statements when advertising services or materials.

³ "(f) Violates a provision of ORS 671.510 to 671.760.

"(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.

9 "(i) Fails to comply with ORS 671.527 or 671.562.

"(j) Fails to provide evidence of workers' compensation coverage as described in ORS 671.565.

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

"(L) 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.

17 "(m) Violates a rule or order of the board.

18 "(n) Refuses to comply with a subpoena issued by the board.

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

"(p) 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.

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

³⁰ "(r) Fails to comply with the requirements of ORS 652.120.

"(s) 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.

"(2) The board may suspend or refuse to renew the license of a landscape 7 construction professional or landscape contracting business without prior 8 hearing if, after investigating and setting forth in writing the facts support-9 ing the action, the board determines that continued activity by the landscape 10 construction professional or landscape contracting business poses an immi-11 nent threat of serious harm to the public welfare. Facts sufficient to support 12a suspension or refusal to renew under this subsection include, but are not 13 limited to: 14

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

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

"(c) The lack of workers' compensation insurance that is required of the
licensee under ORS 671.562;

"(d) The hiring of employees while licensed as exempt under ORS 671.525;
"(e) Conduct as a landscape construction professional or a landscape
contracting business that is dishonest;

"(f) Operation of a landscape contracting business that does not employ
at least one licensed landscape construction professional; or

"(g) The failure to notify the board of any unpaid court judgment, arbitration award or administrative agency final order as required by ORS
671.563.

29 "(3) A person whose license is suspended or refused renewal under sub-30 section (2) of this section may request a hearing within 90 days after re-

ceiving the notice of the suspension or refusal to renew. Except as provided 1 in this subsection, the board shall give a contested case hearing requested $\mathbf{2}$ under this subsection priority over other hearings and schedule the hearing 3 for the earliest practicable date. If a citation is issued to the person and the 4 order of suspension or refusal to renew will terminate by its terms if a court $\mathbf{5}$ renders a final judgment regarding the citation in favor of the person, the 6 person may request that the board hold the requested contested case hearing 7 in abeyance until after the court has rendered a final judgment. 8

9 "(4) A person whose license is revoked under this section is not eligible 10 to apply for a license under ORS 671.510 to 671.760 until two years after the 11 effective date of the revocation.

(5) The board may suspend, revoke or refuse to reissue the license of a 12 landscape contracting business, and may impose a civil penalty, all as pro-13 vided under ORS 671.997 [(4)] (6), if the board determines, after notice and 14 opportunity for a hearing, that the landscape contracting business was 15 working with other landscape contracting businesses on the same task and 16 work site where one of the landscape contracting businesses is licensed as 17 an exempt independent contractor under ORS 671.525 (2)(b) and the total 18 number of landscape contracting businesses working on the task exceeded: 19

20 "(a) Two sole proprietors;

21 "(b) One partnership;

22 "(c) One corporation; or

²³ "(d) One limited liability company.

24 "(6) The board shall provide by rule a process and criteria that must be 25 met for restoration of a license that has not been permanently revoked.

²⁶ "<u>SECTION 6.</u> ORS 671.676 is repealed.

27 "<u>SECTION 7.</u> (1) The Landscape Construction Professionals Task
28 Force is established, consisting of at least seven members appointed
29 as follows:

30 "(a) The President of the Senate shall appoint two members from

among members of the Senate, one from the majority party and one
from the minority party.

"(b) The Speaker of the House of Representatives shall appoint two
members from among members of the House of Representatives, one
from the majority party and one from the minority party.

6 "(c) The Governor shall appoint at least three members as follows:
7 "(A) At least one member of the State Landscape Contractors
8 Board;

9 "(B) At least one landscape construction professional; and

"(C) At least one other person knowledgeable about the licensing
 and regulation of landscape construction professionals.

12 "(2) The task force shall:

"(a) Review the licensure examination requirements for landscape
 construction professionals under ORS 671.510 to 671.760 and rules
 adopted under ORS 671.510 to 671.760;

16 "(b) Make recommendations to the State Landscape Contractors 17 Board on any changes to the board's administrative rules and recom-18 mendations to the Legislative Assembly on any changes to statutes 19 that are appropriate and necessary to ensure that licensure examina-10 tions are designed to demonstrate that the applicant has the necessary 11 knowledge and skills to exercise the responsibilities of a landscape 22 construction professional; and

"(c) Make recommendations to the Legislative Assembly on whether
 the State Landscape Contractors Board should have its power trans ferred to the Construction Contractors Board.

"(3) A majority of the members of the task force constitutes a
 quorum for the transaction of business.

"(4) Official action by the task force requires the approval of a
 majority of the members of the task force.

30 "(5) The task force shall elect one of its members to serve as

1 chairperson.

"(6) If there is a vacancy for any cause, the appointing authority
shall make an appointment to become immediately effective.

"(7) The task force shall meet at times and places specified by the
call of the chairperson or of a majority of the members of the task
force.

7 "(8) The task force may adopt rules necessary for the operation of
8 the task force.

9 "(9) The task force shall make a report based on its recommen-10 dations to the Legislative Assembly no later than the date of the 11 convening of the 2014 regular session of the Legislative Assembly as 12 specified in ORS 171.010, and the task force may file proposed legisla-13 tive measures with the Legislative Counsel in the manner allowed by 14 both houses of the Legislative Assembly.

"(10) The Legislative Administration Committee shall provide staff
 support to the task force.

"(11) Members of the task force who are not members of the Leg-17 islative Assembly are not entitled to compensation, but may be reim-18 bursed for actual and necessary travel and other expenses incurred by 19 them in the performance of their official duties in the manner and 20amounts provided for in ORS 292.495. Claims for expenses incurred in 21performing functions of the task force shall be paid out of funds ap-22propriated to the Legislative Administration Committee for purposes 23of the task force. 24

"(12) All agencies of state government, as defined in ORS 174.111, are directed to assist the task force in the performance of its duties and, to the extent permitted by laws relating to confidentiality, to furnish such information and advice as the members of the task force consider necessary to perform their duties.

³⁰ "SECTION 8. Section 7 of this 2013 Act is repealed on the date of

the convening of the 2014 regular session of the Legislative Assembly
as specified in ORS 171.010.

"SECTION 9. This 2013 Act being necessary for the immediate
preservation of the public peace, health and safety, an emergency is
declared to exist, and this 2013 Act takes effect on its passage.".

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