SB 557-2 (LC 1797) 4/1/13 (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
- 2 line and lines 3 through 8 and insert "671.603, 671.610, 671.625, 671.660,
- 3 671.676 and 671.997; and declaring an emergency.".
- Delete lines 10 through 29 and delete pages 2 through 31 and insert:
- **"SECTION 1.** ORS 671.603 is amended to read:
- 6 "671.603. (1) A landscape construction professional or person operating
- 7 as a landscape contracting business shall notify the State Landscape Con-
- 8 tractors Board of a change of address for the professional or business that
- 9 occurs while the professional or business is licensed by the board or within
- one year after a license expires. The landscape construction professional or
- landscape contracting business shall ensure that the board receives notice
- of the change of address no later than the [10th] **30th** day after the change
- 13 of address occurs.
- "(2) Initial notice of a contested case or arbitration directed by the board
- to the last-known address of record for a landscape construction professional
- or landscape contracting business is considered delivered to the professional
- or business when deposited in the United States mail and sent registered,
- 18 certified or post office receipt secured. Any other communication directed
- by the board to the last-known address of record for a landscape construction
- 20 professional or landscape contracting business is considered delivered to the
- 21 professional or business when deposited in the United States mail, regular
- 22 mail.

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

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- "671.625. (1) The State Landscape Contractors Board shall by rule adopt minimum standards for written contracts and billings of the landscape contracting businesses. The standards shall set forth requirements for information that must be contained in contracts and billings. The information required shall be any information the board determines is necessary to provide protection for consumers of the services and materials provided by landscape contracting businesses.
  - "(2) **Any** work by a landscape contracting business subject to ORS 671.510 to 671.760 [shall only] **that is valued at \$500 or more must** be performed subject to a written contract. Any contract or billing for such work must 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.

## **"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.
  - "(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 "(6) The board shall adopt rules establishing a procedure for audit-
- 7 ing a select percentage of persons each year who are applying for re-
- 8 newal of a license to ensure that the persons audited are in compliance
- 9 with continuing education requirements under ORS 671.676 and any
- 10 rule adopted under ORS 671.676.
- "SECTION 4. ORS 671.676 is amended to read:
- 12 "671.676. (1) The State Landscape Contractors Board shall adopt rules
- 13 establishing continuing education requirements for landscape construction
- 14 professionals. The rules adopted by the board shall include, but need
- 15 not be limited to, rules establishing the required number of hours and
- 16 course content for continuing education. The board may not require
- 17 landscape construction professionals to take more than 10 hours of continu-
- ing education every year.
- "[(2) The board may approve programs for purposes of continuing education
- 20 for landscape construction professionals and determine the number of hours to
- be credited to the programs. The board shall ensure that continuing education
- opportunities for landscape construction professionals are readily available.]
- "[(3)] (2) [Programs approved by the board for continuing education pur-
- 24 poses must be] In adopting rules under subsection (1) of this section, the
- 25 board shall ensure that programs eligible for continuing education
- 26 **credit are** designed to directly contribute to the professional competency of
- 27 landscape construction professionals. [Approved programs] Programs eligi-
- 28 **ble for credit** may include, but need not be limited to:
- "(a) Professional development programs and technical meetings of profes-
- 30 sional associations for landscape contracting businesses or for related in-

- dustries such as pesticide application or irrigation auditing;
- 2 "(b) University or college courses related to landscaping or horticulture;
- "(c) Professional staff training programs by associations of landscape construction professionals; and
- 5 "(d) Online or other forms of educational programs.
- "[(4)] (3) The board may adopt rules establishing grounds for obtaining
  a waiver of the continuing education requirements for landscape construction professionals. The board may not allow a waiver for more than two
  consecutive years except for a waiver due to military service, retirement,
  disability, absence from the state, inactive status or extreme hardship.

## **"SECTION 5.** ORS 671.997 is amended to read:

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- "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 occur-

- rence 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
- "(b) The person incurring the violation participate in an educational program related to the professional competency of landscape construction professionals to be determined by the board.
- 8 "[(2)] (4) [The board shall impose civil penalties under this section as pro-9 vided in ORS 183.745] Any civil penalties imposed under this section 10 shall be imposed as provided in ORS 183.745.
- "[(3)] (5) The provisions of this section are in addition to and not in lieu 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;
- 19 "(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;
- 23 "(d) Revocation of license for three years for a fourth offense; and
- 24 "(e) Permanent revocation of the landscape contracting business's license 25 for a fifth offense.
- "SECTION 6. 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
- 2 by fraud or material misrepresentation.
- 3 "(b) Makes a material misrepresentation about the quality of any material
- 4 or service the person provides.
- 5 "(c) Performs defective work.
- 6 "(d) Furnishes defective materials.
- 7 "(e) Makes misleading statements when advertising services or materials.
- 8 "(f) Violates a provision of ORS 671.510 to 671.760.
- 9 "(g) Fails to have a replacement bond, letter of credit or deposit on file
- 10 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.
- "(i) Fails to comply with ORS 671.527 or 671.562.
- 15 "(j) Fails to provide evidence of workers' compensation coverage as de-16 scribed in ORS 671.565.
- 17 "(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.
- 22 "(m) Violates a rule or order of the board.
- 23 "(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

1 contractor.

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- "(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.
- 5 "(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 con-
- "(2) The board may suspend or refuse to renew the license of a landscape construction professional or landscape contracting business without prior hearing if, after investigating and setting forth in writing the facts supporting the action, the board determines that continued activity by the landscape construction professional or landscape contracting business poses an imminent threat of serious harm to the public welfare. Facts sufficient to support a suspension or refusal to renew under this subsection include, but are not
- "(a) The lack of a surety bond, letter of credit or deposit required under ORS 671.690;
- 22 "(b) The lack of public liability, personal injury or property damage in-23 surance required under ORS 671.565;
- 24 "(c) The lack of workers' compensation insurance that is required of the licensee under ORS 671.562;
- 26 "(d) The hiring of employees while licensed as exempt under ORS 671.525;
- 27 "(e) Conduct as a landscape construction professional or a landscape 28 contracting business that is dishonest;
- 29 "(f) Operation of a landscape contracting business that does not employ 30 at least one licensed landscape construction professional; or

sistent with ORS 670.280.

limited to:

- "(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.
- "(3) A person whose license is suspended or refused renewal under sub-4 section (2) of this section may request a hearing within 90 days after re-5 ceiving the notice of the suspension or refusal to renew. Except as provided 6 in this subsection, the board shall give a contested case hearing requested 7 under this subsection priority over other hearings and schedule the hearing 8 for the earliest practicable date. If a citation is issued to the person and the 9 order of suspension or refusal to renew will terminate by its terms if a court 10 renders a final judgment regarding the citation in favor of the person, the 11 person may request that the board hold the requested contested case hearing 12 in abeyance until after the court has rendered a final judgment. 13
  - "(4) A person whose license is revoked under this section is not eligible to apply for a license under ORS 671.510 to 671.760 until two years after the effective date of the revocation.
- "(5) The board may suspend, revoke or refuse to reissue the license of a landscape contracting business, and may impose a civil penalty, all as provided under ORS 671.997 [(4)] (6), if the board determines, after notice and opportunity for a hearing, that the landscape contracting business was working with other landscape contracting businesses on the same task and work site where one of the landscape contracting businesses is licensed as an exempt independent contractor under ORS 671.525 (2)(b) and the total number of landscape contracting businesses working on the task exceeded:
- 25 "(a) Two sole proprietors;
- 26 "(b) One partnership;

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- 27 "(c) One corporation; or
- 28 "(d) One limited liability company.
- 29 "(6) The board shall provide by rule a process and criteria that must be 30 met for restoration of a license that has not been permanently revoked.

- "SECTION 7. (1) The State Landscape Contractors Board shall es-1 tablish a committee consisting of members of the board, landscape 2 construction professionals, a representative of a national certification organization for the licensing of landscape professionals and other persons knowledgeable about the licensing and regulation of landscape construction professionals. The committee 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; and
  - "(b) Recommend to the board any changes to the board's administrative rules or recommend to the Legislative Assembly any changes to statutes that are appropriate and necessary to ensure that licensure examinations are designed to demonstrate that the applicant has the necessary knowledge and skill to exercise the responsibilities of a landscape construction professional.
  - "(2) The board shall make a report based on the recommendations of the committee to the Legislative Assembly no later than the date of the convening of the 2014 regular session of the Legislative Assembly as specified in ORS 171.010, and may file proposed legislative measures with the Legislative Counsel in the manner allowed by both houses of the Legislative Assembly.
  - "(3) The board may implement any of the changes to administrative rules that are authorized by state or federal law that are recommended by the committee under subsection (1) of this section.
  - "SECTION 8. 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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