Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

Act 367 of the Regular Session

1	State of Arkansas	A D 11			
2	87th General Assembly	A Bill			
3	Regular Session, 2009		HOUSE BILL	1359	
4					
5	By: Representative Sample				
6					
7					
8	For An Act To Be Entitled				
9	AN ACT TO INCREASE THE AMOUNT OF THE SURETY BOND				
10	REQUIRED TO BE POSTED WITH THE STATE PLANT BOARD				
11	BY AN	APPLICANT FOR A TERMITE AND OTHER			
12	STRUCTURAL PESTS LICENSE; TO INCREASE THE AMOUNT				
13	OF INSURANCE REQUIRED TO BE HELD BY AN APPLICANT				
14	FOR A TERMITE AND OTHER STRUCTURAL PESTS LICENSE;				
15	AND FOR OTHER PURPOSES.				
16					
17		Subtitle			
18	AN A	ACT TO INCREASE THE AMOUNTS FOR THE			
19	SUR	ETY BOND AND CERTIFICATE OF INSURANCE			
20	TO :	BE POSTED WITH THE STATE PLANT BOARD			
21	FOR	APPLICANTS FOR A TERMITE AND OTHER			
22	HOU	SEHOLD PESTS LICENSE.			
23					
24					
25	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKAN	SAS:		
26					
27	SECTION 1. Ark	cansas Code § 17-37-210 is amended to r	ead as follows	:	
28	17-37-210. Bond	and insurance requirements.			
29	(a) Bond.				
30	(1) Befo	ore a license is issued or renewed, the	State Plant B	oard	
31	shall be furnished an	n acceptable surety bond by each applic	ant for a lice	nse	
32	in either of the foll	lowing classifications:			
33	(A)	Termite and other structural pests;	or		
34	(B)	Household pests and rodent control.			
35	(2)(A) <u>(i)</u>	The bond shall be executed by the ap	plicant <u>for a</u>		



- l termite and other structural pests license or any combination of licenses
- 2 that includes termite and other structural pests as principal and by a surety
- 3 company licensed to do business in this state in the surety amount of $\frac{\text{fifty}}{\text{fifty}}$
- 4 thousand dollars (\$50,000) one hundred thousand dollars (\$100,000).
- 5 <u>(ii)(a) The bond shall be executed by an applicant</u>
- 6 for a household pests and rodent control license or any combination of
- 7 licenses that includes household pests and rodent control as principal and by
- 8 a surety company licensed to do business in this state in the surety amount
- 9 of fifty thousand dollars (\$50,000).
- (b) Subdivision (a)(2)(A)(ii)(a) of this
- 11 section does not apply to a combination of licenses that includes termite and
- 12 other structural pests.
- 13 (B) The bond shall be for $\frac{1}{1}$ a term $\frac{1}{1}$ not to exceed one
- 14 (1) year and shall coincide with the licensing period.
- 15 (3)(A) Any A bond required by this chapter shall be in favor of
- 16 the State of Arkansas for the benefit of any person damaged as the result of
- 17 a violation of this chapter by <u>any</u> <u>an</u> operator licensed under this chapter
- 18 and for the benefit of any person who, after entering into a contract with
- 19 the licensee, is damaged by the failure of the licensee to properly perform
- 20 the contract.
- 21 (B) Any \underline{A} person claiming against the bond may maintain an
- 22 action at law against the licensee and the surety.
- 23 (C) The aggregate liability of the surety to all persons
- 24 shall in no event not exceed the sum of the bond.
- 25 (b) Insurance.
- 26 (1) In addition to the bond required in subdivision (a)(1)
- 27 of this section, before a license is issued or renewed, each applicant for a
- 28 license in the classification of termite and other structural pests, the
- 29 elassification of household pests and rodent control, or the classification
- 30 of general fumigation shall furnish the board a certificate of insurance
- 31 written by an insurance company authorized to do business in this state
- 32 covering the public liability of the applicant for personal injuries for not
- 33 less than twenty-five thousand dollars (\$25,000) for any one (1) person, and
- 34 fifty thousand dollars (\$50,000) for any one (1) accident, and not less than
- 35 five thousand dollars (\$5,000) for property damage.
- 36 (2) In addition to the bond required in subdivision (a)(1) of

1	this section, before a license is issued or renewed, each applicant for a
2	license or any combination of licenses that includes the classification of
3	termite and other structural pests shall furnish the board a certificate of
4	insurance for a general liability insurance policy written by an insurance
5	company authorized to do business in this state covering public liability of
6	the applicant for personal injuries and property damage in an amount not less
7	than five hundred thousand dollars (\$500,000) per occurrence or five hundred
8	thousand dollars (\$500,000) per aggregate.
9	(c) Cancellation.
10	(1) The bond and insurance shall not be cancelled or terminated
11	until at least thirty (30) days after a notice of cancellation is received by
12	the board.
13	(2) Upon failure of a licensee to maintain in full force and
14	effect the bond and insurance required by this section, the license shall
15	become void and shall not be reinstated until a satisfactory bond and
16	insurance have been filed.
17	
18	SECTION 2. EMERGENCY CLAUSE. It is found and determined by the
19	General Assembly of the State of Arkansas that the surety bond and insurance
20	requirements for pest control licensees dealing with hazardous chemicals are
21	necessary to insure the public health and safety; and that it is imperative
22	that these new requirements coincide with the start of the next fiscal year.
23	Therefore, an emergency is declared to exist and this act being immediately
24	necessary for the preservation of the public peace, health, and safety shall
25	become effective on July 1, 2009.
26	
27	APPROVED: 3/10/2009
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