1	Λ	Bill		
2	,		1001	
3	3 Regular Session, 1999	HOUSE BILL	1204	
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5	J 1			
6	6 By: Senator Russ			
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8		4 TO DO TO 4941 1		
9		t To Be Entitled		
10	"AN ACT TO AMEND VARIOUS SECTIONS OF THE CONTRACTORS			
11	·	THER PURPOSES. "		
12		7.447		
13		ubtitle		
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15	15 CONTRACTORS LICENSI	NG LAW."		
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17	17 BE IT ENACTED BY THE GENERAL ASSEMBL	/ OF THE STATE OF ARKANSAS:		
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19		5-103 is amended to read as follows:		
20	"17-25-103. Penalties - Enforcement.			
21	21 (a) Any contractor shall be d	(a) Any contractor shall be deemed guilty of a misdemeanor and shall b		
22	liable to a fine of not less than one hundred dollars (\$100) nor more than two			
23	hundred dollars (\$200) for each offense, with each day to constitute a			
24	24 separate offense, who:			
25	25 (1) For a fixed price,	commission, fee, or wage, attempts to	or	
26	26 submits a bid or bids to construct o	contracts to construct, or undertake	es to	
27	27 construct, or assumes charge in a su	pervisory capacity or otherwise, <u>or</u>		
28	28 <u>manages</u> of the construction, erection	n, alteration, or repair $_{ au}$ of, or has		
29	29 <u>constructed, erected, altered, or re</u>	<u>paired, under his or its direction,</u> ar	าy	
30	BO building, <u>apartment, condominium,</u> hi	ghway, sewer, <u>utility,</u> grading, or any	y	
31	other improvement or structure, when	the cost of the work to be done $\underline{\text{or do}}$	one,	
32	in the State of Arkansas by the contractor, including, but not limited to,		1	
33	labor and materials, is twenty thous	labor and materials, is twenty thousand dollars (\$20,000) or more, without		
34	first having procured a license <u>with the proper classification</u> to engage in			
35	the business of contracting in this	state;		
36	36 (2) Shall present or fi	e the license certificate of another:		

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- 1 (3) Shall give false or forged evidence of any kind to the board, 2 or any member thereof, in obtaining a certificate of license;
 - (4) Shall impersonate another; or

- (5) Shall use an expired or revoked certificate of license.
- (b) The doing of any act or thing herein prohibited by any applicant or licensee shall, in the discretion of the board, constitute sufficient grounds to refuse a license to an applicant or to revoke the license of a licensee.
- (c) Regarding any violation of this chapter, the board shall have the power to issue subpoenas and bring before the board as a witness any person in the state and may require the witness to bring with him any book, writing, or other thing under his control which he is bound by law to produce in evidence.
- (d) No action may be brought either at law or in equity to enforce any provision of any contract entered into in violation of this chapter. No action may be brought either at law or in equity for quantum meruit by any contractor in violation of this chapter.
- (e)(1)(A) Any contractor who, after notice and hearing, is found by the Contractors Licensing Board to have violated, or used a contractor in violation of, this section chapter shall pay to the board a civil penalty of not less than one hundred dollars (\$100) nor more than four hundred dollars (\$400) per day for the activity. However, the penalty shall not exceed three percent (3%) of the total contract project being performed by the contractor.
- (B) The penalty provided for in this <u>subsection chapter</u>, plus interest at ten percent (10%) per annum, shall be paid to the Contractors Licensing Board before the contractor can be issued a license to engage in the business of contracting in this state. In addition to the assessment of the penalty, the Contractors Licensing Board may, upon a finding of a violation of this <u>section chapter</u>, issue an order of abatement directing the contractor to cease all actions constituting a violation of this <u>section chapter</u>.
- (2) The Contractors Licensing Board shall have the power to withhold approval, for up to six (6) months, of any application from any person who, prior to approval of the application, has been found in violation of this section chapter.
- (3) All hearings and appeals therefrom under this section chapter shall be pursuant to the provisions of the Arkansas Administrative Procedure Act, as amended, § 25-15-201 et seq.
 - (4) No proceedings under this section chapter may be commenced by

- the Contractors Licensing Board after three (3) years from the date on which the act or omission which is the basis for the proceeding occurred.
 - (5) The Contractors Licensing Board shall have the power to file suit in the Circuit Court of Pulaski County to obtain a judgment for the amount of any penalty not paid within thirty (30) days of service on the contractor of the order assessing the penalty, unless the circuit court enters a stay pursuant to the provisions of this section chapter.
 - (6) The Contractors Licensing Board shall have the power to file suit in the Circuit Court of Pulaski County to enforce any order of abatement not complied with within fifteen (15) days, excluding Saturdays, Sundays, and legal holidays, of service on the contractor of the order of abatement. If the circuit court finds the order of abatement to have been properly issued, it may enforce the order by any means by which injunctions are ordinarily enforced. However, nothing shall be construed herein to diminish the contractor's right to appeal and obtain a stay pursuant to the procedures provided for in this section_chapter."

- SECTION 2. Arkansas Code 17-25-206(d) is amended to read as follows:
- "(d) A roster showing the names and places of business and of residence of all licensed contractors shall be prepared by the secretary of the board annually. as soon as convenient during the month of August of each year. The roster shall be ordered printed by the board and paid for out of the funds appropriated for the operation of this chapter."

- SECTION 3. Arkansas Code 17-25-302 is amended to read as follows: "17-25-302. Limitations.
- The board shall have power to limit <u>by proper classification</u> the license to the character of work for which the applicant is qualified."

- 30 SECTION 4. Arkansas Code 17-25-309 is amended to read as follows:
- 31 "17-25-309. Procedure for revocation Reissuance.
 - (a) Any person may prefer charges in connection with the foregoing against any contractor licensed under this chapter.
 - (b) The charges shall be in writing and sworn to by the complainant and mailed to the board and, unless dismissed without hearing by the board as unfounded or trivial, shall be heard and determined by the board within thirty

- (30) days after the date on which they were made.
- (c) A time and place for the hearing shall be fixed by the board and held in the City of Little Rock.
- (d) A copy of the charges, together with the notice of the time and place of hearing, shall be considered as legally served by the board when sent to the last known address of the accused by registered certified mail, at least ten (10) days before the date fixed for the hearing. In the event that such service cannot be effected ten (10) days before the hearing, then the date of hearing and determination shall be postponed as may be necessary to permit the carrying out of this condition.
- (e) At the hearing the accused contractor shall have the right to appear personally and by counsel and to cross-examine witnesses and to submit evidence in the contractor's behalf and defense.
- (f) If after the hearing the board finds the facts as alleged and of such character as to disqualify the contractor, then the board shall revoke the license of the contractor, but in that event no refund shall be made of the license fee.
- (g) Within its discretion and upon proper application or hearing, the board may reissue a license to any contractor whose license has been revoked.
- (h) The board shall immediately notify the Secretary of State of its findings in the case of a revocation of a license, or of a reissuance of a revoked license."

SECTION 5. Arkansas Code 17-25-313 is amended to read as follows: "17-25-313. License requirements to accompany invitation to bid.

All architects and engineers preparing plans and specifications for work to be contracted in the State of Arkansas shall include in their invitation to bidders and in their specifications a copy of this chapter, or such portions thereof, as are deemed necessary to convey to the invited bidder, whether he is a resident of this state or not, the information that it will be necessary for him to have a certificate of license with the proper classification from this board before his bid is considered submitted."

SECTION 6. All provisions of this Act of a general and permanent nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code Revision Commission shall incorporate the same in the Code.

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2	SECTION 7. If any provision of this Act or the application thereof to
3	any person or circumstance is held invalid, such invalidity shall not affect
4	other provisions or applications of the Act which can be given effect without
5	the invalid provision or application, and to this end the provisions of this
6	Act are declared to be severable.
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8	SECTION 8. All laws and parts of laws in conflict with this Act are
9	hereby repeal ed.
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