## 1 STATE OF OKLAHOMA 2 2nd Session of the 56th Legislature (2018) 3 SENATE BILL 1475 By: Pugh 4 5 6 AS INTRODUCED 7 An Act relating to labor; creating the Freedom to Work Act; providing short title; construing application of act; defining terms; limiting the 8 authority of political subdivisions of this state to 9 create new occupational fees or licensing requirements or to continue to regulate certain professions; requiring waiver of occupational fees 10 and fees from licensing requirements for certain low-11 income individuals, military families and young workers; revoking procurement authority to all 12 licensing authorities with respect to contracts for professional lobbyists or lobbying services; modifying ability of licensing authorities to deny 13 approvals to those with criminal records; limiting the authority of political subdivisions of this state 14 to create or enforce minimum wage laws that differ from this state's minimum wage laws; providing for 15 apprenticeships; specifying requirements, procedures 16 and limitations for certain provisions; providing for codification; and providing an effective date. 17 18 19 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: SECTION 1. A new section of law to be codified 20 NEW LAW in the Oklahoma Statutes as Section 800 of Title 40, unless there is 21 created a duplication in numbering, reads as follows: 22 23 This act shall be known and may be cited as the "Freedom To Work Act".

SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 800.1 of Title 40, unless there is created a duplication in numbering, reads as follows:

- A. Notwithstanding any other provisions of law or rule, the provisions of the Freedom to Work Act shall apply to all occupations, professions and businesses in this state, and the Freedom To Work Act shall be deemed and construed to govern each occupational licensing act existing in statute on November 1, 2018, or thereafter enacted.
- B. For purposes of the Freedom To Work Act, terms are defined as follows:
  - 1. "Apprenticeship" means a program that meets the federal guidelines set out in 29 CFR Part 29 and 29 USC §50;
    - 2. "Criminal record" means any type of felony conviction or misdemeanor conviction;
    - 3. "Employee" means any person who supplies a service for remuneration or pursuant to any contract for hire to a private or public employer in this state;
    - 4. "Licensing" means any required training, education or fee to work in a specific profession;
  - 5. "Licensing authority" means an agency, examining board, credentialing board or other office with the authority to impose occupational fees or licensing requirements on any profession;

6. "Lobbying" means the act of attempting to influence the actions, policies or decisions of legislators, members of regulatory agencies or government officials for any particular outcome, result or to benefit another;

- 7. "Lobbyist" means a person who contracts or is hired to organize or take part in an attempt to influence legislators or follow legislation through the legislative process for the benefit of another;
- 8. "Low-income individuals" means individuals who are enrolled in a state or federal public assistance program including, but not limited to, TANF, Medicaid or SNAP, or whose household adjusted gross income is below one hundred thirty percent (130%) of the federal poverty line, or a higher threshold to be set by the executive branch department that oversees business regulation;
- 9. "Military families" means active duty service members, honorably discharged veterans, spouses of active duty service members or honorably discharged veterans, and surviving spouses of deceased service members who have not remarried;
- 10. "Minimum wage laws" means any legislation or regulation that mandates a certain minimum hourly pay for employees;
- 11. "Occupational fee" means a fee or tax on professionals or businesses that is charged for the privilege of providing goods or services within a certain jurisdiction;

- 12. "Political subdivision" means a city, town, village, or county; and
- 13. "Young workers" means applicants who are between the ages of eighteen and twenty-five years.
- C. Limitation on new occupational fees or licensing regulations.

- 1. Beginning on November 1, 2018, a political subdivision of this state shall not impose any occupational fees or licensing requirements on any profession if the political subdivision does not already impose occupational fees or licensing requirements on that profession. Notwithstanding the above, the political subdivision may continue to so regulate any profession or occupation that is subject to occupational fees or licensing requirements on or before November 1, 2018, if the occupational fees do not exceed Twenty-five Dollars (\$25.00) per year. If a profession is already subject to political subdivision occupational fees that exceed Twenty-five Dollars (\$25.00) per year, then the existing occupational fees imposed do not apply and the licensing authority shall immediately reduce occupational fees in accordance with the limits set by this act.
- 2. With regard to professions subject to licensing requirements imposed by a state licensing authority, a political subdivision of this state shall not impose any regulations on such professions that

add additional licensing requirements to those already imposed by a state licensing authority.

- 3. Beginning on November 1, 2018, if a state licensing authority imposes any new licensing requirements on any profession that was previously unregulated by the state, and if the political subdivision regulates the profession when the state regulations take effect, the political subdivision may not continue to require occupational fees or licensing requirements for the profession on or after the date when the state regulations take effect.
- D. Waiver of Licensing Fees for Low-Income Individuals and Military Families.
- 1. All state and political subdivision licensing authorities shall waive all initial occupational fees and fees from licensing requirements for low-income individuals. These initial fees shall also be waived for military families, and young workers.
- 2. Individuals seeking a waiver of initial occupational fees and fees from licensing requirements must apply to the appropriate licensing authority in a format prescribed by the licensing authority. The licensing authority shall process the application within thirty (30) days of receiving it from the applicant.
- 3. The licensing authority shall adopt necessary rules for the implementation of this section.
  - E. Ban on hiring lobbyists.

Beginning on November 1, 2018, state or political subdivision licensing authorities must terminate all existing contracts with professional lobbyists and private entities that include a scope of work to provide lobbying services for a licensing authority. From November 1, 2018, no new lobbying services may be purchased using funds from procurement or the income from a licensing authority's activities.

- F. Required revision of licensing restrictions that are based on criminal records.
- 1. All state and political subdivision licensing authorities shall revise their existing licensing requirements to explicitly list the specific criminal records that would disqualify an applicant from receiving a license. Licensing authorities shall not use non-specific terms including, but not limited to, "moral turpitude" and "good character" or consider arrests that are not followed by a valid conviction.
- 2. Licensing authorities may only list disqualifying criminal records that are specific and directly related to the duties and responsibilities for the licensed occupation.
- 3. If an individual has a valid criminal conviction for a crime that would disqualify the individual from receiving a license, the disqualification shall not last longer than five (5) years from the date of conviction provided the conviction is not for a crime that is violent or sexual in nature and the individual has not been

1 convicted of any other crime during the five-year disqualification 2 period.

- 4. All licensing authorities shall meet the requirements listed in paragraphs 1, 2 and 3 of this subsection within one hundred twenty (120) days after November 1, 2018.
- 5. For state licensing authorities, the requirements listed in paragraphs 1, 2 and 3 of this subsection also apply to any new occupational licenses that are created after November 1, 2018.

  Political subdivisions are prohibited from creating any new occupational licenses after November 1, 2018.
- 6. After the one-hundred-twenty-day period following the effective date of this act, an individual with a criminal record may petition a licensing authority at any time for a determination of whether the individual's criminal record will disqualify the individual from obtaining a license. This petition shall include details on the individual's criminal record. The licensing authority shall inform the individual of his or her standing within thirty (30) days of receiving the petition from the applicant. The board may charge a fee to recoup its costs not to exceed Twenty-five Dollars (\$25.00) for each petition.
- 7. The licensing authority shall adopt necessary rules for the implementation of this section.
  - G. Limitation on minimum wage laws from political subdivisions.

- 1. Beginning on November 1, 2018, all political subdivisions shall no longer enforce minimum wage laws that differ from this state's minimum wage laws. From November 1, 2018, no new minimum wage laws may be enacted by political subdivisions.
- 2. This state's current minimum wage laws remain in effect, and the minimum wage for political subdivisions will remain the same as this state's minimum wage.
  - H. Creation of new apprenticeships.

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- 1. Beginning on November 1, 2018, the licensing authority for any relevant occupation must grant an apprentice license or registration to any applicant who meets the following criteria:
  - a. successfully completed the 8th grade,
  - b. completed an apprenticeship program or training approved by the Construction Industries Board, the state Department of Labor or federal Department of Labor, or otherwise permitted under state or federal law, and
  - c. passed an examination, if one is deemed to be necessary by the relevant occupation or by the licensing authority, or
  - d. completed an established term of apprenticeship set by the licensing authority under the direct on-the job supervision of a qualified state-licensed practitioner in the occupation sought for apprentice licensure or

registration, or completed the required number of
training hours for apprenticeship licensure or
registration at a state-licensed occupational school.

The relevant agency or department shall establish a passing
score for apprentice examinations which shall not exceed the passing

- score for apprentice examinations which shall not exceed the passing score that is required by the relevant licensing authority or statute. If the relevant licensing authority or statute does not require an apprentice examination, no examination can be required for applicants who complete an apprenticeship.
- 3. The apprenticeship shall not exceed the number of hours set by statute or rule for the occupation.
- 4. The relevant licensing authority and relevant agency or department shall adopt necessary rules for the implementation of this subsection.
- SECTION 3. This act shall become effective November 1, 2018.

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