## SB1750 FULLPCS1 Mark McBride-LRB 3/31/2022 11:31:54 am

## COMMITTEE AMENDMENT

HOUSE OF REPRESENTATIVES State of Oklahoma

SPEAKER:

CHAIR:		
I move to amend SB1750		
Page Section	Lines	Of the printed Bill
Section		Of the Engrossed Bill
By striking the Title, the Enaction inserting in lieu thereof the following the striking in the striking in the striking t		re bill, and by
AMEND TITLE TO CONFORM TO AMENDMENTS	American de la contraction de	itted has Manle Marria
Adopted:	Amendment subm	itted by: Mark McBride
Reading Clerk		
Reading Clerk		

1	STATE OF OKLAHOMA		
2	2nd Session of the 58th Legislature (2022)		
3	PROPOSED COMMITTEE SUBSTITUTE		
4	FOR ENGROSSED  SENATE BILL NO. 1750  By: Daniels of the Senate		
5	and		
6			
7	Kannady of the House		
8			
9			
10			
11	PROPOSED COMMITTEE SUBSTITUTE		
12	An Act relating to professions and occupations; amending 59 O.S. 2021, Sections 858-622, 858-627,		
13 14	858-628, 858-629 and 858-631, which relate to the Home Inspection Licensing Act; modifying definition; expanding rule making authority; modifying curriculum review; modifying eligibility to take examination;		
15	requiring examinations include certain testing; modifying hours of continuing education; prohibiting		
16	certain activities; providing for certain disclosure; providing exception; and declaring an emergency.		
17			
18			
19			
20	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:		
21	SECTION 1. AMENDATORY 59 O.S. 2021, Section 858-622, is		
22	amended to read as follows:		
23	Section 858-622. As used in the Home Inspection Licensing Act:		
24	1. "Board" means the Construction Industries Board;		

Req. No. 11210

- 2. "Committee" means the Committee of Home Inspector Examiners;
- 3. "Home inspection" means a visual examination of any or all of the readily accessible physical real property and improvements to real property consisting of four or fewer dwelling units; including structural, lot drainage, roof, electrical, plumbing, heating and air conditioning and such other areas of concern as are specified in writing to determine if performance is as intended;
- 4. "Home inspection report" means a written opinion of the functional and physical condition of property written by the licensed home inspector pursuant to home inspection. The inspection report may include a cost estimate, or a range of estimated costs, to correct any defect. Additional inspection services provided beyond or outside the scope of the standards of practice, as established by the Constructions Industries Board, shall be a contractual matter between the parties. Additional services may include a determination of the cost or a range of estimated costs to correct any defect; and
- 5. "Home inspector" means an individual licensed pursuant to the Home Inspection Licensing Act who, for compensation, conducts home inspections.
- SECTION 2. AMENDATORY 59 O.S. 2021, Section 858-627, is amended to read as follows:

Req. No. 11210

Section 858-627. A. The Committee of Home Inspector Examiners shall advise the Construction Industries Board in promulgating rules consistent with the purposes of the Home Inspection Licensing Act.

- B. The Construction Industries Board shall promulgate rules including, but not limited to:
- Qualifications and examinations for licensure of home inspectors;
  - 2. License renewal requirements;
- Reinstatement of license after suspension or revocation of license or failure to meet license renewal requirements;
  - 4. Continuing education;

1

2

3

4

5

6 7

8

9

10

11

12

13

14

15

16 17

18

19

20

21

22

23

24

- 5. Standards of practice and prohibited acts;
- Approval of schools, educational course content, instructors, and organizations offering courses of study for home inspection;
- 7. Standards required for schools, instructors, and organizations to remain approved;
  - 8. Approval fees;
- 9. Reciprocity agreements whereby home inspectors licensed in other states with equal or greater licensure requirements may be licensed in this state, and fee for licensing by reciprocity; and
  - 10. Investigative procedures;
- 11. The required information to be provided in the licensing application on the type and amount of education and experience in

Req. No. 11210

estimating cost of repairs of all systems associated with the home inspector standards of practice sufficient to demonstrate qualifications and competency in estimating cost of repairs for all systems;

- 12. Requiring an examination on qualifications for estimating cost of repairs of all systems associated with the home inspector standards of practice that shall be uniform and practical in nature and shall be sufficiently strict to test the qualifications and fitness of the applicant for license; and
- 13. Requiring disclaimers or warnings to the home inspection client on the licensee's qualifications or lack thereof in providing estimates on cost of repairs for work they are not themselves performing, and full disclosure to the client of the licensee's relationship with any person the licensee recommends, suggests, or arranges to perform the repair work.
- C. Upon showing of good cause as provided for in the Home
  Inspection Licensing Act, the Board shall discipline licensees,
  approved instructors, approved schools, and educational
  organizations by:
  - 1. Issuing reprimands;
  - 2. Requiring probation for a specified period of time;
- Requiring education in addition to the educational requirements provided for licensure or continuing education;
  - 4. Suspending licenses or approvals;

Req. No. 11210

5. Rescinding or revoking licenses or approvals;

1 2

amended to read as follows:

- Imposing administrative fines as provided for by the Home Inspection Licensing Act;
- 7. Any combination of disciplinary measures as provided by paragraphs 1 through 6 of this subsection; and
- 8. Upon showing of good cause, may modify any disciplinary action imposed pursuant to the provisions of the Home Inspection Licensing Act.
- D. The Committee may advise the Board to seek injunctive relief and restraining orders for violations of the Home Inspection

  Licensing Act or the rules promulgated pursuant thereto to cause the prosecution of any person who violates any of the provisions of the Home Inspection Licensing Act or the rules promulgated pursuant thereto.
- E. In the exercise of all powers and the performance of all duties provided in the Home Inspection Licensing Act, the Committee and the Board shall comply with the Administrative Procedures Act, the Oklahoma Open Meeting Act, and the Oklahoma Open Records Act. SECTION 3. AMENDATORY 59 O.S. 2021, Section 858-628, is

Section 858-628. A. The Committee of Home Inspector Examiners shall not approve any school of home inspection instruction until it has received and examined the curriculum, syllabi or program of instruction of the school or organization conducting or offering the

Commented [1]: BDERIV

```
instruction, including the requirement for education sufficient for competency in estimating costs of repair on all systems associated with the home inspector standards of practice that is not to be used in reducing or lessening any approved education program subject requirements.
```

1 2

B. Nothing in the Home Inspection Licensing Act shall be construed as relieving a school of home inspection from responsibility for compliance pursuant to law with the requirements of any other agency.

SECTION 4. AMENDATORY 59 O.S. 2021, Section 858-629, is amended to read as follows:

Section 858-629. A. Any individual eighteen (18) years of age or older who has no less than five (5) years of experience in residential construction and has successfully completed ninety (90) one hundred and twenty (120) clock hours of home inspection training and cost of repair estimating or its equivalent as determined by the Committee of Home Inspector Examiners may apply to take a home inspector examination. Application shall be made on forms prescribed by the Construction Industries Board, shall contain information as required by the Construction Industries Board upon advisement of the Committee, and shall be accompanied by evidence of successful completion of the required training. Examinations may be held in vocational and technical schools or in other locations as determined by rule. Examinations shall include testing on

Commented [2]: BDERIV

estimating cost of repairs of all systems in the home inspector

standards of practice and shall be uniform and practical in nature,

and shall be sufficiently strict to test the qualifications and

fitness of the applicant for license.

- B. If, from the application filed, answers to inquiries, complaints, or information received, or investigation, it appears to the Board that the applicant is not qualified, <u>including in the subject of estimating cost of repairs in all systems</u>, the Committee shall deny approval of the application and shall give notice of that fact to the applicant.
- C. Upon approval of the application and the payment of the applicant of an examination fee, the applicant shall be scheduled to appear in person for an examination on the subjects prescribed by the Committee.
- D. If the Board determines that the applicant has successfully passed the examination or an equivalent examination as determined by the Committee, the Board shall, upon the payment of the license fee and submission of other documents as required by the Home Inspection Licensing Act or rules promulgated pursuant to the Home Inspection Licensing Act, issue to the applicant a license which shall authorize the applicant to perform home inspections.

SECTION 5. AMENDATORY 59 O.S. 2021, Section 858-631, is amended to read as follows:

Commented [3]: BDERIV

Commented [4]: EDERIV

Req. No. 11210

1 2

Section 858-631. A. The license term for a home inspector shall be one (1) year. The license shall expire twelve (12) months from the date of issuance. The license fee and each renewal or reactivation thereafter shall be payable in advance, which shall not be refundable.

- B. As a condition of license renewal or reactivation, each home inspector shall submit to the Construction Industries Board evidence of having attended eight (8) ten (10) clock hours of continuing education, of which two (2) hours shall be education in estimating cost of repairs in systems covered by the home inspection, within the twelve (12) months immediately preceding the term for which the license is to be issued. Except as otherwise provided for in this section, the Board shall not issue a renewal license or reactivate a license unless the continuing education requirement set forth in this section is satisfied within the prescribed time period.
- C. Any licensee who fails to renew before the license expiration date shall be required to submit to such additional requirements or penalties, or both, as the Board may require pursuant to rule.
- D. The Construction Industries Board may place the license of a home inspector on inactive status when the licensee gives sufficient reason; however, such status shall not relieve the licensee from paying the required fees. Continuing education shall not be required during the period a license is on inactive status. Prior

to the license being placed on an active status, the licensee shall be required to complete the eight-hour ten-hour continuing education requirement. If the holder of the inactive license has been in the military service during the entire time of inactive license status, only eight (8) ten (10) clock hours of continuing education and the license fee shall be required for the reactivation of the license.

4 5

E. Home inspectors are prohibited from advertising or soliciting to perform repair services or performing repair services on the inspected home for a period of one (1) year from the date of the home inspection.

F. A home inspector who provides estimates for cost of repairs shall fully disclose to the client the licensee's relationship with any person the licensee recommends, suggests, or arranges to perform any repair work for a period of one (1) year from the date of the home inspection.

G. Separately contracting for services such as estimating cost of repairs that is beyond or outside of the scope of the finally adopted standards of practice is not prohibited except for separately contracted services that are provided using the home inspection license that is governed by the standards of practice unless the standards of practice include standards of qualifications and competency for estimating cost of repairs.

SECTION 6. It being immediately necessary for the preservation of the public peace, health or safety, an emergency is hereby

Commented [5]: BDERIV

Commented [6]: EDERIV

```
1 declared to exist, by reason whereof this act shall take effect and
    be in full force from and after its passage and approval.
 2
 3
        58-2-11210 LRB 03/31/22
 4
 5
 6
 7
 8
 9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
```