## **HOUSE BILL No. 4846**

May 24, 2007, Introduced by Rep. Leland and referred to the Committee on Appropriations.

A bill to amend 1984 PA 192, entitled

"Forbes mechanical contractors act,"

by amending section 10 (MCL 338.980), as amended by 2004 PA 271.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 10. (1) The SUBJECT TO SUBSECTION (8), THE examination
- 2 fee for a contractor's license is \$25.00 \$100.00. Except as
- 3 otherwise provided in subsections (2), and (4), AND (8), the
- 4 initial and per-year fee for the issuance of a contractor's license
- 5 is \$75.00 \$100.00.
- 6 (2) An initial or renewal contractor's license issued under
- 7 this act expires on August 31 every third year after August 31,
- 8 2001 and is renewable not later than October 31 upon application
- 9 and payment of the license fee. For a person applying for an
- o initial or reinstatement contractor's license at a time other than

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- 1 between August 31 and October 31 of the year in which the
- 2 department issues renewal licenses, the department shall compute
- 3 and charge the license fee on a yearly pro rata basis beginning in
- 4 the year of the application until the last year of the 3-year
- 5 license cycle. All licenses not renewed are void and may be
- 6 reinstated only upon application for reinstatement and the payment
- 7 of the license fee. A person who renews his or her license within 3
- 8 years after the license is voided pursuant to this section is not
- 9 subject to reexamination for the license.
- 10 (3) Beginning on the effective date of the amendatory act that
- 11 added subsection (5) JULY 23, 2004, the department shall issue an
- 12 initial or renewal license not later than 90 days after the
- 13 applicant files a completed application. Receipt of the application
- 14 is considered the date the application is received by any agency or
- 15 department of the state of Michigan. If the application is
- 16 considered incomplete by the department, the department shall
- 17 notify the applicant in writing, or make the information
- 18 electronically available, within 30 days after receipt of the
- 19 incomplete application, describing the deficiency and requesting
- 20 the additional information. The 90-day period is tolled upon
- 21 notification by the department of a deficiency until the date the
- 22 requested information is received by the department. The
- 23 determination of the completeness of an application does not
- 24 operate as an approval of the application for the license and does
- 25 not confer eligibility of an applicant determined otherwise
- 26 ineligible for issuance of a license.
- 27 (4) If the department fails to issue or deny a license within

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- 1 the time required by this section, the department shall return the
- 2 license fee and shall reduce the license fee for the applicant's
- 3 next renewal application, if any, by 15%. The failure to issue a
- 4 license within the time required under this section does not allow
- 5 the department to otherwise delay the processing of the
- 6 application, and that application, upon completion, shall be placed
- 7 in sequence with other completed applications received at that same
- 8 time. The department shall not discriminate against an applicant in
- 9 the processing of the application based upon the fact that the
- 10 license fee was refunded or discounted under this subsection.
- 11 (5) Beginning October 1, 2005, the director of the department
- 12 shall submit a report by December 1 of each year to the standing
- 13 committees and appropriations subcommittees of the senate and house
- 14 of representatives concerned with occupational issues. The director
- 15 shall include all of the following information in the report
- 16 concerning the preceding fiscal year:
- 17 (a) The number of initial and renewal applications the
- 18 department received and completed within the 90-day time period
- 19 described in subsection (3).
- 20 (b) The number of applications denied.
- 21 (c) The number of applicants not issued a license within the
- 22 90-day time period and the amount of money returned to licensees
- 23 under subsection (4).
- 24 (6) All fees and money received by the department for the
- 25 licensing of persons under this act, and any other income received
- 26 under this act, shall be paid into the state construction code fund
- 27 created by section 22 of the Stille-DeRossett-Hale single state

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- 1 construction code act, 1972 PA 230, MCL 125.1522.
- 2 (7) The department shall annually submit to the members of the
- 3 legislature a comprehensive report detailing the expenditure of
- 4 additional money resulting from the 1989 amendatory act that
- 5 increased the fees contained in this section.
- 6 (8) THE DIRECTOR OF THE DEPARTMENT MAY CHANGE THE AMOUNT OF
- 7 ANY FEES DESCRIBED IN THIS SECTION BY RULE PROMULGATED UNDER THE
- 8 ADMINISTRATIVE PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.201 TO
- 9 24.328. ANY FEE CHANGES MADE BY THE DIRECTOR OF THE DEPARTMENT
- 10 UNDER THIS SUBSECTION SHALL TAKE EFFECT ON THE EFFECTIVE DATE OF
- 11 THE RULE.
- 12 (9) (8) As used in this section, "completed application" means
- 13 an application complete on its face and submitted with any
- 14 applicable licensing fees as well as any other information,
- 15 records, approval, security, or similar item required by law or
- 16 rule from a local unit of government, a federal agency, or a
- 17 private entity but not from another department or agency of the
- 18 state of Michigan.