HB 1351 CS

2006 CS

## CHAMBER ACTION

1 The Commerce Council recommends the following: 2 3 Council/Committee Substitute Remove the entire bill and insert: 4 5 A bill to be entitled 6 An act relating to contracting; amending s. 489.503, F.S.; 7 exempting nationally recognized testing laboratories from certain electrical and alarm system contracting 8 provisions; amending s. 489.505, F.S.; providing a 9 10 definition; amending ss. 489.128 and 489.532, F.S.; providing that individuals performing certain construction 11 contracting work, certain business organizations entering 12 into construction contracts, or individuals performing 13 14 certain electrical and alarm system contracting work are not considered unlicensed for purposes of contract 15 enforceability; providing for retroactive application; 16 17 providing an effective date. 18 19 Be It Enacted by the Legislature of the State of Florida: 20 21 Section 1. Paragraphs (a) and (b) of subsection (1) of 22 section 489.128, Florida Statutes, are amended to read:

## Page 1 of 4

CODING: Words stricken are deletions; words underlined are additions.

## HB 1351 CS

489.128 Contracts entered into by unlicensed contractors
unenforceable.--

(1) As a matter of public policy, contracts entered into
on or after October 1, 1990, by an unlicensed contractor shall
be unenforceable in law or in equity by the unlicensed
contractor.

For purposes of this section, an individual is 29 (a) 30 unlicensed if the individual does not have a license required by this part concerning the scope of the work to be performed under 31 the contract. A business organization is unlicensed if the 32 33 business organization does not have a primary or secondary 34 qualifying agent in accordance with this part concerning the scope of the work to be performed under the contract. For 35 36 purposes of this section, if no state or local license is required for the scope of work to be performed under the 37 contract, the individual performing that work shall not be 38 39 considered unlicensed.

For purposes of this section, an individual or 40 (b) 41 business organization may shall not be considered unlicensed for failing to have an occupational license certificate issued under 42 the authority of chapter 205. A business organization may shall 43 44 not be considered unlicensed for failing to have a certificate 45 of authority as required by ss. 489.119 and 489.127. For purposes of this section, a business organization entering into 46 the contract may not be considered unlicensed if, before the 47 date established by paragraph (c), an individual possessing a 48 license required by this part concerning the scope of the work 49 50 to be performed under the contract had submitted an application Page 2 of 4

CODING: Words stricken are deletions; words underlined are additions.

2006 CS

FLORIDA HOUSE OF REPRESENTA	
-----------------------------	--

## HB 1351 CS 2006 CS 51 for a certificate of authority designating that individual as a 52 qualifying agent for the business organization entering into the contract, and the application was not acted upon by the 53 54 department or applicable board within the applicable time 55 limitations imposed by s. 120.60. 56 Section 2. Subsection (21) is added to section 489.503, 57 Florida Statutes, to read: 489.503 Exemptions. -- This part does not apply to: 58 (21) Inspections, audits, or quality assurance services 59 performed by a nationally recognized testing laboratory that the 60 61 Occupational Safety and Health Administration has recognized as 62 meeting the requirements of 29 C.F.R. s. 1910.7. 63 Section 3. Subsection (29) is added to section 489.505, Florida Statutes, to read: 64 489.505 Definitions.--As used in this part: 65 66 (29) "Nationally recognized testing laboratory" means an 67 organization that the Occupational Safety and Health Administration has legally recognized to be in compliance with 68 69 29 C.F.R. s. 1910.7 and that provides quality assurance, product testing, or certification services. 70 Section 4. Paragraph (a) of subsection (1) of section 71 72 489.532, Florida Statutes, is amended to read: 73 489.532 Contracts entered into by unlicensed contractors unenforceable. --74 75 (1) As a matter of public policy, contracts entered into on or after October 1, 1990, by an unlicensed contractor shall 76 be unenforceable in law or in equity by the unlicensed 77 78 contractor. Page 3 of 4

CODING: Words stricken are deletions; words underlined are additions.

	HB 1351 CS 2006 CS
79	(a) For purposes of this section, an individual is
80	unlicensed if the individual does not have a license required by
81	this part concerning the scope of the work to be performed under
82	the contract. A business organization is unlicensed if the
83	business organization does not have a primary or secondary
84	qualifying agent in accordance with this part concerning the
85	scope of the work to be performed under the contract. For
86	purposes of this section, if no state or local license is
87	required for the scope of work to be performed under the
88	contract, the individual performing that work shall not be
89	considered unlicensed.
90	Section 5. Sections 1 and 4 are intended to be remedial in
91	nature and to clarify existing law. Sections 1 and 4 shall apply
92	retroactively to all actions, including any action on a lien or
93	bond claim, initiated on or after, or pending as of, July 1,
94	2006. If the retroactivity of any provision of section 1 or
95	section 4 or its retroactive application to any person or
96	circumstance is held invalid, the invalidity does not affect the
97	retroactivity or retroactive application of other provisions of
98	sections 1 and 4.
99	Section 6. This act shall take effect July 1, 2006.

CODING: Words stricken are deletions; words underlined are additions.