1	OCCUPATIONS AND PROFESSIONS
2	AMENDMENTS
3	2010 GENERAL SESSION
4	STATE OF UTAH
5	Chief Sponsor: Rebecca D. Lockhart
6	Senate Sponsor: John L. Valentine
7 8	LONG TITLE
9	General Description:
10	This bill amends provisions of Title 58, Occupations and Professions.
11	Highlighted Provisions:
12	This bill:
13	<ul> <li>clarifies provisions related to the Division of Occupational and Professional</li> </ul>
14	Licensing's access to Bureau of Criminal Identification records;
15	<ul> <li>modifies language related to the issuing of reprimands by the division;</li> </ul>
16	<ul> <li>provides for the resolution of problems with the division through a stipulated</li> </ul>
17	agreement;
18	<ul> <li>modifies definition provisions in the Utah Controlled Substances Act and the</li> </ul>
19	Uniform Building Standards Act administered by the division;
20	<ul> <li>provides for the reporting of certain information by a trust that has applied to the</li> </ul>
21	division for an alarm company contractor license; and
22	<ul> <li>makes certain technical changes.</li> </ul>
23	Monies Appropriated in this Bill:
24	None
25	Other Special Clauses:
26	None
27	<b>Utah Code Sections Affected:</b>



28	AMENDS:
29	58-1-301.5, as last amended by Laws of Utah 2008, Chapter 211
30	58-1-401, as last amended by Laws of Utah 1996, Chapter 175
31	<b>58-31b-201</b> , as last amended by Laws of Utah 2005, Chapter 50
32	58-37-7.5, as last amended by Laws of Utah 2009, Chapter 41
33	58-55-302, as last amended by Laws of Utah 2009, Chapter 183
34	58-56-3, as last amended by Laws of Utah 2009, Chapter 339
35	58-56-4, as last amended by Laws of Utah 2009, Chapter 339
<ul><li>36</li><li>37</li></ul>	Be it enacted by the Legislature of the state of Utah:
38	Section 1. Section <b>58-1-301.5</b> is amended to read:
39	58-1-301.5. Division access to Bureau of Criminal Identification records.
40	(1) The division shall have direct access to criminal background information
41	maintained by the Bureau of Criminal Identification under Title 53, Chapter 10, Part 2, Bureau
42	of Criminal Identification, for background screening of licensure applicants as required in:
43	(a) Section 58-17b-307 of Title 58, Chapter 17b, Pharmacy Practice Act;
44	[(a)] (b) Section 58-31b-302 of Title 58, Chapter 31b, Nurse Practice Act;
45	[(b)] (c) Section 58-47b-302 of Title 58, Chapter 47b, Massage Therapy Practice Act;
46	[(c)] (d) Section 58-55-302 of Title 58, Chapter 55, Utah Construction Trades
47	Licensing Act, as it applies to alarm companies and alarm company agents;
48	[(d)] (e) Section 58-63-302 of Title 58, Chapter 63, Security Personnel Licensing Act;
49	and
50	[(e)] (f) Section 58-64-302 of Title 58, Chapter 64, Deception Detection Examiners
51	Licensing Act.
52	(2) The division access under Subsection (1) shall be:
53	(a) in accordance with Section 53-10-108[-]; and
54	(b) to all convictions, pleas of nolo contendere, pleas of guilty or nolo contendere held
55	in abeyance, dismissed charges resulting from completion of a plea in abeyance, and charges
56	without a known disposition.
57	Section 2. Section <b>58-1-401</b> is amended to read:
58	58-1-401. Grounds for denial of license Disciplinary proceedings Time

#### limitations -- Sanctions.

- (1) The division shall refuse to issue a license to an applicant and shall refuse to renew or shall revoke, suspend, restrict, place on probation, or otherwise act upon the license of a licensee who does not meet the qualifications for licensure under this title.
- (2) The division may refuse to issue a license to an applicant and may refuse to renew or may revoke, suspend, restrict, place on probation, issue a public [or private] reprimand to, or otherwise act upon the license of any licensee in any of the following cases:
- (a) the applicant or licensee has engaged in unprofessional conduct, as defined by statute or rule under this title;
- (b) the applicant or licensee has engaged in unlawful conduct as defined by statute under this title;
- (c) the applicant or licensee has been determined to be mentally incompetent for any reason by a court of competent jurisdiction; or
- (d) the applicant or licensee is unable to practice the occupation or profession with reasonable skill and safety because of illness, drunkenness, excessive use of drugs, narcotics, chemicals, or any other type of material, or as a result of any other mental or physical condition, when the licensee's condition demonstrates a threat or potential threat to the public health, safety, or welfare.
- (3) Any licensee whose license to practice an occupation or profession regulated by this title has been suspended, revoked, or restricted may apply for reinstatement of the license at reasonable intervals and upon compliance with any conditions imposed upon the licensee by statute, rule, or terms of the license suspension, revocation, or restriction.
  - (4) The division may issue cease and desist orders to:
  - (a) [to] a licensee or applicant who may be disciplined under Subsection (1) or (2);
- (b) [to] any person who engages in or represents himself to be engaged in an occupation or profession regulated under this title; and
  - (c) [to] any person who otherwise violates this title or any rules adopted under this title.
- (5) (a) The division may not take disciplinary action against any person for unprofessional or unlawful conduct under this title, unless the division enters into a stipulated agreement or initiates an adjudicative proceeding regarding the conduct within four years after the conduct is reported to the division, except under Subsection (5)(b).

90	(b) The division may not take disciplinary action against any person for unprofessional
91	or unlawful conduct more than 10 years after the occurrence of the conduct, unless the
92	proceeding is in response to a civil or criminal judgment or settlement and the proceeding is
93	initiated within one year following the judgment or settlement.
94	Section 3. Section <b>58-31b-201</b> is amended to read:
95	58-31b-201. Board.
96	(1) There is created the Board of Nursing that consists of the following 11 members:
97	(a) nine nurses in a manner as may be further defined in division rule; and
98	(b) two members of the public.
99	(2) The board shall be appointed and serve in accordance with Section 58-1-201.
100	(3) The board shall carry out the duties and responsibilities in Sections 58-1-202 and
101	58-1-203 and shall:
102	(a) (i) recommend to the division minimum standards for educational programs
103	qualifying a person for licensure or certification under this chapter;
104	(ii) recommend to the division denial, approval, or withdrawal of approval regarding
105	educational programs that meet or fail to meet the established minimum standards; and
106	(iii) designate one of its members on a permanent or rotating basis to:
107	(A) assist the division in reviewing complaints concerning the unlawful or
108	unprofessional conduct of a licensee; and
109	(B) advise the division in its investigation of these complaints.
110	(b) A board member who has, under Subsection (3)(a)(iii), reviewed a complaint or
111	advised in its investigation may be disqualified from participating with the board when the
112	board serves as a presiding officer in an adjudicative proceeding concerning the complaint.
113	(4) (a) The director shall appoint an individual to serve [as the executive administrator
114	of the Board of Nursing. Except when the board serves as a presiding officer in an adjudicative
115	procedure, the executive administrator shall serve as an ex officio member of the board and
116	shall] as an ex officio member of the Board of Nursing to represent the position of the division
117	in matters considered by the board.

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(b) The [executive administrator] ex officio member shall be a licensed registered

nurse, shall have earned a masters degree in nursing, and shall have a minimum of five years of

experience working in nursing administration or nursing education.

121	Section 4. Section <b>58-37-7.5</b> is amended to read:
122	58-37-7.5. Controlled substance database Pharmacy reporting requirements
123	Access Penalties.
124	(1) As used in this section:
125	(a) "Board" means the Utah State Board of Pharmacy created in Section 58-17b-201.
126	(b) "Database" means the controlled substance database created in this section.
127	[(c) "Database manager" means the person responsible for operating the database, or
128	the person's designee.]
129	[(d)] (c) "Division" means the Division of Occupational and Professional Licensing
130	created in Section 58-1-103.
131	[ <del>(e)</del> ] <u>(d)</u> "Health care facility" is as defined in Section 26-21-2.
132	[ <del>(f)</del> ] <u>(e)</u> "Mental health therapist" is as defined in Section 58-60-102.
133	$[\frac{g}{g}]$ [f] "Pharmacy" or "pharmaceutical facility" is as defined in Section 58-17b-102.
134	[(h)] (g) "Prospective patient" means a person who:
135	(i) is seeking medical advice, medical treatment, or medical services from a
136	practitioner; and
137	(ii) the practitioner described in Subsection $(1)[\frac{h}{g}](g)$ is considering accepting as a
138	patient.
139	[(i)] (h) "Substance abuse treatment program" is as defined in Section 62A-2-101.
140	(2) (a) There is created within the division a controlled substance database.
141	(b) (i) The division shall administer and direct the functioning of the database in
142	accordance with this section.
143	(ii) The division may under state procurement laws contract with another state agency
144	or private entity to establish, operate, or maintain the database.
145	(iii) The division in collaboration with the board shall determine whether to operate the
146	database within the division or contract with another entity to operate the database, based on an
147	analysis of costs and benefits.
148	(c) The purpose of the database is to contain data as described in this section regarding
149	every prescription for a controlled substance dispensed in the state to any person other than an
150	inpatient in a licensed health care facility.
151	(d) Data required by this section shall be submitted in compliance with this section to

152	the [manager of the database] division by the pharmacist in charge of the drug outlet where the
153	controlled substance is dispensed.
154	(3) The board shall advise the division regarding:
155	(a) establishing, maintaining, and operating the database;
156	(b) access to the database and how access is obtained; and
157	(c) control of information contained in the database.
158	(4) The pharmacist in charge shall, regarding each controlled substance dispensed by a
159	pharmacist under the pharmacist's supervision other than those dispensed for an inpatient at a
160	health care facility, submit to the [manager of the database] division the following information
161	by a procedure and in a format established by the division:
162	(a) name of the prescribing practitioner;
163	(b) date of the prescription;
164	(c) date the prescription was filled;
165	(d) name of the person for whom the prescription was written;
166	(e) positive identification of the person receiving the prescription, including the type o
167	identification and any identifying numbers on the identification;
168	(f) name of the controlled substance;
169	(g) quantity of controlled substance prescribed;
170	(h) strength of controlled substance;
171	(i) quantity of controlled substance dispensed;
172	(j) dosage quantity and frequency as prescribed;
173	(k) name of drug outlet dispensing the controlled substance;
174	(l) name of pharmacist dispensing the controlled substance; and
175	(m) other relevant information as required by division rule.
176	(5) The division shall maintain the database in an electronic file or by other means
177	established by the division to facilitate use of the database for identification of:
178	(a) prescribing practices and patterns of prescribing and dispensing controlled
179	substances;
180	(b) practitioners prescribing controlled substances in an unprofessional or unlawful
181	manner;
182	(c) individuals receiving prescriptions for controlled substances from licensed

practitioners, and who subsequently obtain dispensed controlled substances from a drug outlet
in quantities or with a frequency inconsistent with generally recognized standards of dosage for
that controlled substance; and

- (d) individuals presenting forged or otherwise false or altered prescriptions for controlled substances to a pharmacy.
- (6) (a) The division shall by rule establish the electronic format in which the information required under this section shall be submitted to the [administrator of the database] division.
  - (b) The division shall ensure the database system records and maintains for reference:
- 192 (i) identification of each person who requests or receives information from the 193 database;
  - (ii) the information provided to each person; and
  - (iii) the date and time the information is requested or provided.
  - (7) The division shall make rules to:
  - (a) effectively enforce the limitations on access to the database as described in Subsection (8); and
  - (b) establish standards and procedures to ensure accurate identification of individuals requesting information or receiving information without request from the database.
  - (8) The [manager of the database] <u>division</u> shall make information in the database available only to the following persons, in accordance with the requirements of this section and division rules:
  - (a) personnel of the division specifically assigned to conduct investigations related to controlled substances laws under the jurisdiction of the division;
  - (b) authorized division personnel engaged in analysis of controlled substance prescription information as a part of the assigned duties and responsibilities of their employment;
  - (c) employees of the Department of Health whom the director of the Department of Health assigns to conduct scientific studies regarding the use or abuse of controlled substances, provided that the identity of the individuals and pharmacies in the database are confidential and are not disclosed in any manner to any individual who is not directly involved in the scientific studies;

214	(d) a licensed practitioner having authority to prescribe controlled substances, to the
215	extent the information:
216	(i) (A) relates specifically to a current or prospective patient of the practitioner; and
217	(B) is sought by the practitioner for the purpose of:
218	(I) prescribing or considering prescribing any controlled substance to the current or
219	prospective patient;
220	(II) diagnosing the current or prospective patient;
221	(III) providing medical treatment or medical advice to the current or prospective
222	patient; or
223	(IV) determining whether the current or prospective patient:
224	(Aa) is attempting to fraudulently obtain a controlled substance from the practitioner;
225	or
226	(Bb) has fraudulently obtained, or attempted to fraudulently obtain, a controlled
227	substance from the practitioner;
228	(ii) (A) relates specifically to a former patient of the practitioner; and
229	(B) is sought by the practitioner for the purpose of determining whether the former
230	patient has fraudulently obtained, or has attempted to fraudulently obtain, a controlled
231	substance from the practitioner;
232	(iii) relates specifically to an individual who has access to the practitioner's Drug
233	Enforcement Administration number, and the practitioner suspects that the individual may have
234	used the practitioner's Drug Enforcement Administration identification number to fraudulently
235	acquire or prescribe a controlled substance;
236	(iv) relates to the practitioner's own prescribing practices, except when specifically
237	prohibited by the division by administrative rule;
238	(v) relates to the use of the controlled substance database by an employee of the
239	practitioner, described in Subsection (8)(e); or
240	(vi) relates to any use of the practitioner's Drug Enforcement Administration
241	identification number to obtain, attempt to obtain, prescribe, or attempt to prescribe, a
242	controlled substance;
243	(e) in accordance with Subsection (17), an employee of a practitioner described in
244	Subsection (8)(d), for a purpose described in Subsection (8)(d)(i) or (ii), if:

245	(i) the employee is designated by the practitioner as a person authorized to access the
246	information on behalf of the practitioner;
247	(ii) the practitioner provides written notice to the division of the identity of the
248	employee; and
249	(iii) the division:
250	(A) grants the employee access to the database; and
251	(B) provides the employee with a password that is unique to that employee to access
252	the database in order to permit the division to comply with the requirements of Subsection
253	(6)(b) with respect to the employee;
254	(f) a licensed pharmacist having authority to dispense controlled substances to the
255	extent the information is sought for the purpose of:
256	(i) dispensing or considering dispensing any controlled substance; or
257	(ii) determining whether a person:
258	(A) is attempting to fraudulently obtain a controlled substance from the pharmacist; of
259	(B) has fraudulently obtained, or attempted to fraudulently obtain, a controlled
260	substance from the pharmacist;
261	(g) federal, state, and local law enforcement authorities, and state and local
262	prosecutors, engaged as a specified duty of their employment in enforcing laws:
263	(i) regulating controlled substances; or
264	(ii) investigating insurance fraud, Medicaid fraud, or Medicare fraud;
265	(h) a mental health therapist, if:
266	(i) the information relates to a patient who is:
267	(A) enrolled in a licensed substance abuse treatment program; and
268	(B) receiving treatment from, or under the direction of, the mental health therapist as
269	part of the patient's participation in the licensed substance abuse treatment program described
270	in Subsection $(8)(h)(i)(A)$ ;
271	(ii) the information is sought for the purpose of determining whether the patient is
272	using a controlled substance while the patient is enrolled in the licensed substance abuse
273	treatment program described in Subsection (8)(h)(i)(A); and
274	(iii) the licensed substance abuse treatment program described in Subsection
275	(8)(h)(i)(A) is associated with a practitioner who:

(A) is a physician, a physician assistant, an advance practice registered nurse, or a pharmacist; and

- (B) is available to consult with the mental health therapist regarding the information obtained by the mental health therapist, under this Subsection (8)(h), from the database; and
- (i) an individual who is the recipient of a controlled substance prescription entered into the database, upon providing evidence satisfactory to the database manager that the individual requesting the information is in fact the person about whom the data entry was made.
- (9) [Any] A person who knowingly and intentionally releases any information in the database in violation of the limitations under Subsection (8) is guilty of a third degree felony.
- (10) (a) [Any] A person who obtains or attempts to obtain information from the database by misrepresentation or fraud is guilty of a third degree felony.
- (b) [Any] A person who obtains or attempts to obtain information from the database for a purpose other than a purpose authorized by this section or by rule is guilty of a third degree felony.
- (11) (a) (i) Except as provided in Subsection (11)(d), a person may not knowingly and intentionally use, release, publish, or otherwise make available to any other person or entity [any] information obtained from the database for [any] a purpose other than [those] a purpose specified in Subsection (8).
- (ii) Each separate violation of this Subsection (11) is a third degree felony and is also subject to a civil penalty not to exceed \$5,000.
- (b) The procedure for determining a civil violation of this Subsection (11) shall be in accordance with Section 58-1-108, regarding adjudicative proceedings within the division.
- (c) Civil penalties assessed under this Subsection (11) shall be deposited in the General Fund as a dedicated credit to be used by the division under Subsection 58-37-7.7(1).
- (d) Nothing in this Subsection (11) prohibits a person who obtains information from the database under Subsection (8)(d) or (e) from:
- (i) including the information in the person's medical chart or file for access by a person authorized to review the medical chart or file; or
- (ii) providing the information to a person in accordance with the requirements of the Health Insurance Portability and Accountability Act of 1996.
  - (12) (a) The failure of a pharmacist in charge to submit information to the database as

307	required under this section after the division has submitted a specific written request for the
308	information or when the division determines the individual has a demonstrable pattern of
309	failing to submit the information as required is grounds for the division to take the following
310	actions in accordance with Section 58-1-401:
311	(i) refuse to issue a license to the individual;
312	(ii) refuse to renew the individual's license;
313	(iii) revoke, suspend, restrict, or place on probation the license;
314	(iv) issue a public or private reprimand to the individual;
315	(v) issue a cease and desist order; and
316	(vi) impose a civil penalty of not more than \$1,000 for each dispensed prescription
317	regarding which the required information is not submitted.
318	(b) Civil penalties assessed under Subsection (12)(a)(vi) shall be deposited in the
319	General Fund as a dedicated credit to be used by the division under Subsection 58-37-7.7(1).
320	(c) The procedure for determining a civil violation of this Subsection (12) shall be in
321	accordance with Section 58-1-108, regarding adjudicative proceedings within the division.
322	(13) An individual who has submitted information to the database in accordance with
323	this section may not be held civilly liable for having submitted the information.
324	(14) All department and the division costs necessary to establish and operate the
325	database shall be funded by appropriations from:
326	(a) the Commerce Service Fund; and
327	(b) the General Fund.
328	(15) All costs associated with recording and submitting data as required in this section
329	shall be assumed by the submitting pharmacy.
330	(16) (a) Except as provided in Subsection (16)(b), data provided to, maintained in, or
331	accessed from the database that may be identified to, or with, a particular person is not subject
332	to discovery, subpoena, or similar compulsory process in [any] a civil, judicial, administrative,
333	or legislative proceeding, nor shall [any] an individual or organization with lawful access to the
334	data be compelled to testify with regard to the data.
335	(b) The restrictions in Subsection (16)(a) do not apply to:
336	(i) a criminal proceeding; or

(ii) a civil, judicial, or administrative action brought to enforce the provisions of this

338 section, Section 58-37-7.7, or Section 58-37-7.8.

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- (17) (a) A practitioner described in Subsection (8)(d) may designate up to three employees to access information from the database under Subsection (8)(e).
- (b) The division shall make rules, in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, to establish background check procedures to determine whether an employee designated under Subsection (8)(e)(i) should be granted access to the database.
- (c) The division shall grant an employee designated under Subsection (8)(e)(i) access to the database, unless the division determines, based on a background check, that the employee poses a security risk to the information contained in the database.
- (d) The division may impose a fee, in accordance with Section 63J-1-504, on a practitioner who designates an employee under Subsection (8)(e)(i), to pay for the costs incurred by the division to conduct the background check and make the determination described in Subsection (17)(c).
- (18) (a) A person who is granted access to the database based on the fact that the person is a licensed practitioner or a mental health therapist shall be denied access to the database when the person is no longer licensed.
- (b) A person who is granted access to the database based on the fact that the person is a designated employee of a licensed practitioner shall be denied access to the database when the practitioner is no longer licensed.
- (19) A person who is a relative of a deceased individual is not entitled to access information from the database relating to the deceased individual based on the fact or claim that the person is:
  - (a) related to the deceased individual; or
  - (b) subrogated to the rights of the deceased individual.
- Section 5. Section **58-55-302** is amended to read:
- 364 **58-55-302.** Qualifications for licensure.
  - (1) Each applicant for a license under this chapter shall:
- 366 (a) submit an application prescribed by the division;
- 367 (b) pay a fee as determined by the department under Section 63J-1-504;
- 368 (c) (i) meet the examination requirements established by rule by the commission with

369	the concurrence of the director, except for the classifications of apprentice plumber and
370	apprentice electrician for whom no examination is required; or
371	(ii) if required in Section 58-55-304, the individual qualifier must pass the required
372	examination if the applicant is a business entity;
373	(d) if an apprentice, identify the proposed supervisor of the apprenticeship;
374	(e) if an applicant for a contractor's license:
375	(i) produce satisfactory evidence of financial responsibility, except for a construction
376	trades instructor for whom evidence of financial responsibility is not required;
377	(ii) produce satisfactory evidence of knowledge and experience in the construction
378	industry and knowledge of the principles of the conduct of business as a contractor, reasonably
379	necessary for the protection of the public health, safety, and welfare; and
380	(iii) be a licensed master electrician if an applicant for an electrical contractor's license
381	or a licensed master residential electrician if an applicant for a residential electrical contractor's
382	license; or
383	(iv) be a licensed master plumber if an applicant for a plumbing contractor's license or
384	a licensed master residential plumber if an applicant for a residential plumbing contractor's
385	license; and
386	(f) if an applicant for a construction trades instructor license, satisfy any additional
387	requirements established by rule.
388	(2) After approval of an applicant for a contractor's license by the applicable board and
389	the division, the applicant shall file the following with the division before the division issues
390	the license:
391	(a) proof of workers' compensation insurance which covers employees of the applicant
392	in accordance with applicable Utah law;
393	(b) proof of public liability insurance in coverage amounts and form established by rule
394	except for a construction trades instructor for whom public liability insurance is not required;
395	and
396	(c) proof of registration as required by applicable law with the:
397	(i) Utah Department of Commerce;
398	(ii) Division of Corporations and Commercial Code;

(iii) Unemployment Insurance Division in the Department of Workforce Services, for

purposes of Title 35A, Chapter 4, Employment Security Act;

- (iv) State Tax Commission; and
- (v) Internal Revenue Service.

- (3) In addition to the general requirements for each applicant in Subsection (1), applicants shall comply with the following requirements to be licensed in the following classifications:
  - (a) (i) A master plumber shall produce satisfactory evidence that the applicant:
- (A) has been a licensed journeyman plumber for at least two years and had two years of supervisory experience as a licensed journeyman plumber in accordance with division rule;
- (B) has received at least an associate of applied science degree or similar degree following the completion of a course of study approved by the division and had one year of supervisory experience as a licensed journeyman plumber in accordance with division rule; or
- (C) meets the qualifications determined by the division in collaboration with the board to be equivalent to Subsection (3)(a)(i)(A) or (B).
- (ii) An individual holding a valid Utah license as a journeyman plumber, based on at least four years of practical experience as a licensed apprentice under the supervision of a licensed journeyman plumber and four years as a licensed journeyman plumber, in effect immediately prior to May 5, 2008, is on and after May 5, 2008, considered to hold a current master plumber license under this chapter, and satisfies the requirements of this Subsection (3)(a) for the purpose of renewal or reinstatement of that license under Section 58-55-303.
- (iii) An individual holding a valid plumbing contractor's license or residential plumbing contractor's license, in effect immediately prior to May 5, 2008, is on or after May 5, 2008:
- (A) considered to hold a current master plumber license under this chapter if licensed as a plumbing contractor and a journeyman plumber, and satisfies the requirements of this Subsection (3)(a) for purposes of renewal or reinstatement of that license under Section 58-55-303; and
- (B) considered to hold a current residential master plumber license under this chapter if licensed as a residential plumbing contractor and a residential journeyman plumber, and satisfies the requirements of this Subsection (3)(a) for purposes of renewal or reinstatement of that license under Section 58-55-303.

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431	(b) A master residential plumber applicant shall produce satisfactory evidence that the
432	applicant:
433	(i) has been a licensed residential journeyman plumber for at least two years and had
434	two years of supervisory experience as a licensed residential journeyman plumber in
435	accordance with division rule; or
436	(ii) meets the qualifications determined by the division in collaboration with the board
437	to be equivalent to Subsection (3)(b)(i).
438	(c) A journeyman plumber applicant shall produce satisfactory evidence of:
439	(i) successful completion of the equivalent of at least four years of full-time training
440	and instruction as a licensed apprentice plumber under supervision of a licensed master
441	plumber or journeyman plumber and in accordance with a planned program of training
442	approved by the division;
443	(ii) at least eight years of full-time experience approved by the division in collaboration
444	with the Plumbers Licensing Board; or
445	(iii) satisfactory evidence of meeting the qualifications determined by the board to be
446	equivalent to Subsection (3)(c)(i) or (c)(ii).
447	(d) A residential journeyman plumber shall produce satisfactory evidence of:
448	(i) completion of the equivalent of at least three years of full-time training and
449	instruction as a licensed apprentice plumber under the supervision of a licensed residential
450	master plumber, licensed residential journeyman plumber, or licensed journeyman plumber in
451	accordance with a planned program of training approved by the division;
452	(ii) completion of at least six years of full-time experience in a maintenance or repair
453	trade involving substantial plumbing work; or
454	(iii) meeting the qualifications determined by the board to be equivalent to Subsection
455	(3)(d)(i)  or  (d)(ii).
456	(e) The conduct of licensed apprentice plumbers and their licensed supervisors shall be

(ii) a licensed apprentice plumber in the fourth through tenth year of training may work

(i) while engaging in the trade of plumbing, a licensed apprentice plumber shall be

under the immediate supervision of a licensed master plumber, licensed residential master plumber, licensed journeyman plumber, or a licensed residential journeyman plumber; and

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in accordance with the following:

without supervision for a period not to exceed eight hours in any 24-hour period, but if the apprentice does not become a licensed journeyman plumber or licensed residential journeyman plumber by the end of the tenth year of apprenticeship, this nonsupervision provision no longer applies.

- (f) A master electrician applicant shall produce satisfactory evidence that the applicant:
- (i) is a graduate electrical engineer of an accredited college or university approved by the division and has one year of practical electrical experience as a licensed apprentice electrician;
- (ii) is a graduate of an electrical trade school, having received an associate of applied sciences degree following successful completion of a course of study approved by the division, and has two years of practical experience as a licensed journeyman electrician;
  - (iii) has four years of practical experience as a journeyman electrician; or
- (iv) meets the qualifications determined by the board to be equivalent to Subsection (3)(f)(i), (ii), or (iii).
- (g) A master residential electrician applicant shall produce satisfactory evidence that the applicant:
- (i) has at least two years of practical experience as a residential journeyman electrician; or
- (ii) meets the qualifications determined by the board to be equivalent to this practical experience.
- (h) A journeyman electrician applicant shall produce satisfactory evidence that the applicant:
- (i) has successfully completed at least four years of full-time training and instruction as a licensed apprentice electrician under the supervision of a master electrician or journeyman electrician and in accordance with a planned training program approved by the division;
- (ii) has at least eight years of full-time experience approved by the division in collaboration with the Electricians Licensing Board; or
- (iii) meets the qualifications determined by the board to be equivalent to Subsection (3)(h)(i) or (ii).
- (i) A residential journeyman electrician applicant shall produce satisfactory evidence that the applicant:

- (i) has successfully completed two years of training in an electrical training program approved by the division;
- (ii) has four years of practical experience in wiring, installing, and repairing electrical apparatus and equipment for light, heat, and power under the supervision of a licensed master, journeyman, residential master, or residential journeyman electrician; or
- (iii) meets the qualifications determined by the division and applicable board to be equivalent to Subsection (3)(i)(i) or (ii).
- (j) The conduct of licensed apprentice electricians and their licensed supervisors shall be in accordance with the following:
- (i) A licensed apprentice electrician shall be under the immediate supervision of a licensed master, journeyman, residential master, or residential journeyman electrician. An apprentice in the fourth year of training may work without supervision for a period not to exceed eight hours in any 24-hour period.
- (ii) A licensed master, journeyman, residential master, or residential journeyman electrician may have under immediate supervision on a residential project up to three licensed apprentice electricians.
- (iii) A licensed master or journeyman electrician may have under immediate supervision on nonresidential projects only one licensed apprentice electrician.
  - (k) An alarm company applicant shall:
- (i) have a qualifying agent who is an officer, director, partner, proprietor, or manager of the applicant who:
  - (A) demonstrates 6,000 hours of experience in the alarm company business;
- (B) demonstrates 2,000 hours of experience as a manager or administrator in the alarm company business or in a construction business; and
- (C) passes an examination component established by rule by the commission with the concurrence of the director;
  - (ii) if a corporation, provide:
- (A) the names, addresses, dates of birth, Social Security numbers, and fingerprint cards of all corporate officers, directors, and those responsible management personnel employed within the state or having direct responsibility for managing operations of the applicant within the state; and

(B) the names, addresses, dates of birth, Social Security numbers, and fingerprint cards of all shareholders owning 5% or more of the outstanding shares of the corporation, except this shall not be required if the stock is publicly listed and traded;

(iii) if a limited liability company, provides

(iii) if a limited liability company, provide:

- (A) the names, addresses, dates of birth, Social Security numbers, and fingerprint cards of all company officers, and those responsible management personnel employed within the state or having direct responsibility for managing operations of the applicant within the state; and
- (B) the names, addresses, dates of birth, Social Security numbers, and fingerprint cards of all individuals owning 5% or more of the equity of the company;
- (iv) if a partnership, <u>provide</u> the names, addresses, dates of birth, Social Security numbers, and fingerprint cards of all general partners, and those responsible management personnel employed within the state or having direct responsibility for managing operations of the applicant within the state;
- (v) if a proprietorship, <u>provide</u> the names, addresses, dates of birth, Social Security numbers, and fingerprint cards of the proprietor, and those responsible management personnel employed within the state or having direct responsibility for managing operations of the applicant within the state;
- (vi) if a trust, provide the names, addresses, dates of birth, Social Security numbers, and fingerprint cards of the trustee, and those responsible management personnel employed within the state or having direct responsibility for managing operations of the applicant within the state;
- [(vii)] (vii) be of good moral character in that officers, directors, shareholders described in Subsection (3)(k)(ii)(B), partners, proprietors, <u>trustees</u>, and responsible management personnel have not been convicted of a felony, a misdemeanor involving moral turpitude, or any other crime that when considered with the duties and responsibilities of an alarm company is considered by the board to indicate that the best interests of the public are served by granting the applicant a license;
- [(viii)] (viii) document that none of the applicant's officers, directors, shareholders described in Subsection (3)(k)(ii)(B), partners, proprietors, <u>trustees</u>, and responsible management personnel have been declared by any court of competent jurisdiction incompetent

555	by reason of mental defect or disease and not been restored;
556	[(viii)] (ix) document that none of the applicant's officers, directors, shareholders
557	described in Subsection (3)(k)(ii)(B), partners, proprietors, and responsible management
558	personnel are currently suffering from habitual drunkenness or from drug addiction or
559	dependence;
560	$\left[\frac{(ix)}{(ix)}\right]$ file and maintain with the division evidence of:
561	(A) comprehensive general liability insurance in form and in amounts to be established
562	by rule by the commission with the concurrence of the director;
563	(B) workers' compensation insurance that covers employees of the applicant in
564	accordance with applicable Utah law; and
565	(C) registration as is required by applicable law with the:
566	(I) Division of Corporations and Commercial Code;
567	(II) Unemployment Insurance Division in the Department of Workforce Services, for
568	purposes of Title 35A, Chapter 4, Employment Security Act;
569	(III) State Tax Commission; and
570	(IV) Internal Revenue Service; and
571	$\left[\frac{(x)}{(x)}\right]$ meet with the division and board.
572	(l) Each applicant for licensure as an alarm company agent shall:
573	(i) submit an application in a form prescribed by the division accompanied by
574	fingerprint cards;
575	(ii) pay a fee determined by the department under Section 63J-1-504;
576	(iii) be of good moral character in that the applicant has not been convicted of a felony,
577	a misdemeanor involving moral turpitude, or any other crime that when considered with the
578	duties and responsibilities of an alarm company agent is considered by the board to indicate
579	that the best interests of the public are served by granting the applicant a license;
580	(iv) not have been declared by any court of competent jurisdiction incompetent by
581	reason of mental defect or disease and not been restored;
582	(v) not be currently suffering from habitual drunkenness or from drug addiction or
583	dependence; and
584	(vi) meet with the division and board if requested by the division or the board.
585	(4) In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the

division may make rules establishing when Federal Bureau of Investigation records shall be checked for applicants as an alarm company or alarm company agent.

- (5) To determine if an applicant meets the qualifications of Subsections (3)(k)[<del>(vi)</del>] (<u>vii)</u> and (3)(l)(iii), the division shall provide an appropriate number of copies of fingerprint cards to the Department of Public Safety with the division's request to:
- (a) conduct a search of records of the Department of Public Safety for criminal history information relating to each applicant for licensure as an alarm company or alarm company agent and each applicant's officers, directors, shareholders described in Subsection (3)(k)(ii)(B), partners, proprietors, and responsible management personnel; and
- (b) forward to the Federal Bureau of Investigation a fingerprint card of each applicant requiring a check of records of the F.B.I. for criminal history information under this section.
  - (6) The Department of Public Safety shall send to the division:
- (a) a written record of criminal history, or certification of no criminal history record, as contained in the records of the Department of Public Safety in a timely manner after receipt of a fingerprint card from the division and a request for review of Department of Public Safety records; and
- (b) the results of the F.B.I. review concerning an applicant in a timely manner after receipt of information from the F.B.I.
- (7) (a) The division shall charge each applicant for licensure as an alarm company or alarm company agent a fee, in accordance with Section 63J-1-504, equal to the cost of performing the records reviews under this section.
- (b) The division shall pay the Department of Public Safety the costs of all records reviews, and the Department of Public Safety shall pay the F.B.I. the costs of records reviews under this section.
- (8) Information obtained by the division from the reviews of criminal history records of the Department of Public Safety and the F.B.I. shall be used or disseminated by the division only for the purpose of determining if an applicant for licensure as an alarm company or alarm company agent is qualified for licensure.
  - (9) (a) An application for licensure under this chapter shall be denied if:
- (i) the applicant has had a previous license, which was issued under this chapter, suspended or revoked within one year prior to the date of the applicant's application;

(ii) (A) the applicant is a partnership, corporation, or limited liability company; and

- (B) any corporate officer, director, shareholder holding 25% or more of the stock in the applicant, partner, member, agent acting as a qualifier, or any person occupying a similar status, performing similar functions, or directly or indirectly controlling the applicant has served in any similar capacity with any person or entity which has had a previous license, which was issued under this chapter, suspended or revoked within one year prior to the date of the applicant's application; or
  - (iii) (A) the applicant is an individual or sole proprietorship; and
- (B) any owner or agent acting as a qualifier has served in any capacity listed in Subsection (9)(a)(ii)(B) in any entity which has had a previous license, which was issued under this chapter, suspended or revoked within one year prior to the date of the applicant's application.
- (b) An application for licensure under this chapter shall be reviewed by the appropriate licensing board prior to approval if:
- (i) the applicant has had a previous license, which was issued under this chapter, suspended or revoked more than one year prior to the date of the applicant's application;
  - (ii) (A) the applicant is a partnership, corporation, or limited liability company; and
- (B) any corporate officer, director, shareholder holding 25% or more of the stock in the applicant, partner, member, agent acting as a qualifier, or any person occupying a similar status, performing similar functions, or directly or indirectly controlling the applicant has served in any similar capacity with any person or entity which has had a previous license, which was issued under this chapter, suspended or revoked more than one year prior to the date of the applicant's application; or
  - (iii) (A) the applicant is an individual or sole proprietorship; and
- (B) any owner or agent acting as a qualifier has served in any capacity listed in Subsection (9)(b)(ii)(B) in any entity which has had a previous license, which was issued under this chapter, suspended or revoked more than one year prior to the date of the applicant's application.
  - Section 6. Section **58-56-3** is amended to read:
- **58-56-3. Definitions.**

In addition to the definitions in Section 58-1-102, as used in this chapter:

648	(1) (a) "Adopted code" means:
649	(i) (A) a new edition of or amendment to an existing code, including the standards and
650	specifications contained in the code, adopted by the Legislature under Section 58-56-7; and
651	(B) administered by the division under Section 58-56-6; and
652	(ii) adopted by a nationally recognized code authority, including:
653	(A) a building code;
654	(B) the National Electrical Code promulgated by the National Fire Protection
655	Association;
656	(C) a residential one and two family dwelling code;
657	(D) a plumbing code;
658	(E) a mechanical code;
659	(F) a fuel gas code;
660	(G) an energy conservation code; and
661	(H) a manufactured housing installation standard code.
662	(b) "Adopted code" includes:
663	(i) a fire code administered by the Fire Prevention Board under Section 53-7-204; and
664	(ii) a code listed in Subsection (1)(a)(ii) that was adopted or amended by the division
665	and Uniform Building Code Commission or the Fire Protection Board before May 12, 2009.
666	(2) "Agricultural use" means a use that relates to the tilling of soil and raising of crops,
667	or keeping or raising domestic animals.
668	[(2)] (3) (a) (i) "Approved code" means a code, including the standards and
669	specifications contained in the code, approved by the division under Section 58-56-4 for use by
670	a compliance agency; and
671	(ii) administered by the division under Section 58-56-6.
672	(b) "Approved code" does not include an adopted code listed under Subsection (1)(b).
673	[(3)] (4) "Board" means the Fire Prevention Board created in Section 53-7-203.
674	[(4)] (5) "Building" means a structure used or intended for supporting or sheltering any
675	use or occupancy and any improvements attached to it.
676	[(5)] (6) "Commission" means the Uniform Building Code Commission created under
677	this chapter.
678	[ <del>(6)</del> ] <u>(7)</u> "Compliance agency" means:

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679	(a) an agency of the state or any of its political subdivisions which issues permits for
680	construction regulated under the codes;
681	(b) any other agency of the state or its political subdivisions specifically empowered to
682	enforce compliance with the codes; or
683	(c) any other state agency which chooses to enforce codes adopted under this chapter
684	by authority given the agency under a title other than Title 58, Occupations and Professions.
685	[ <del>(7)</del> ] (8) "Factory built housing" means manufactured homes or mobile homes.
686	[(8)] (9) (a) "Factory built housing set-up contractor" means an individual licensed by
687	the division to set up or install factory built housing on a temporary or permanent basis.
688	(b) The scope of the work included under the license includes the placement or
689	securing, or both placement and securing, of the factory built housing on a permanent or
690	temporary foundation, securing the units together if required, and connection of the utilities to
691	the factory built housing unit, but does not include site preparation, construction of a
692	permanent foundation, and construction of utility services to the near proximity of the factory
693	built housing unit.
694	(c) If a dealer is not licensed as a factory built housing set-up contractor, that individual
695	must subcontract the connection services to individuals who are licensed by the division to
696	perform those specific functions under Title 58, Chapter 55, Utah Construction Trades
697	Licensing Act.
698	[(9)] (10) "HUD code" means the National Manufactured Housing Construction and
699	Safety Standards Act, 42 U.S.C. Sec. 5401 et seq.
700	[(10)] (11) "Legislative action" means the Legislature's:
701	(a) adoption of a new adopted code;
702	(b) adoption of an amendment to an existing adopted code;
703	(c) repeal of an adopted code; or
704	(d) repeal of a provision of an adopted code.
705	[(11)] (12) "Local regulator" means each political subdivision of the state which is
706	empowered to engage in the regulation of construction, alteration, remodeling, building, repair,
707	and other activities subject to the codes.
708	[(12)] (13) (a) "Manufactured home" means a transportable factory built housing unit

constructed on or after June 15, 1976, according to the HUD Code, in one or more sections,

710	which:
711	(i) in the traveling mode, is eight body feet or more in width or 40 body feet or more in
712	length, or when erected on site, is 400 or more square feet; and
713	(ii) is built on a permanent chassis and designed to be used as a dwelling with or
714	without a permanent foundation when connected to the required utilities, and includes the
715	plumbing, heating, air-conditioning, and electrical systems.
716	(b) Manufactured homes constructed on or after June 15, 1976, shall be identifiable by
717	the manufacturer's data plate bearing the date the unit was manufactured and a HUD label
718	attached to the exterior of the home certifying the home was manufactured to HUD standards.
719	[(13)] (14) "Mobile home" means a transportable factory built housing unit built prior
720	to June 15, 1976, in accordance with a state mobile home code which existed prior to the HUD
721	Code.
722	[(14)] (15) "Modular unit" means a structure built from sections which are
723	manufactured in accordance with the construction standards adopted pursuant to Section
724	58-56-4 and transported to a building site, the purpose of which is for human habitation,
725	occupancy, or use.
726	(16) "Not for human occupancy" means use of a structure for purposes other than
727	protection or comfort of human beings, but allows people to enter the structure for:
728	(a) maintenance and repair; and
729	(b) the care of livestock, crops, or equipment intended for agricultural use which are
730	kept there.
731	[(15)] (17) "Opinion" means a written, nonbinding, and advisory statement issued by
732	the commission concerning an interpretation of the meaning of the codes or the application of
733	the codes in a specific circumstance issued in response to a specific request by a party to the
734	issue.
735	[(16)] (18) "State regulator" means an agency of the state which is empowered to
736	engage in the regulation of construction, alteration, remodeling, building, repair, and other
737	activities subject to the codes adopted pursuant to this chapter.
738	Section 7. Section <b>58-56-4</b> is amended to read:

58-56-4. Definitions -- Adoption of building codes -- Amendments -- Approval of

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other codes -- Exemptions.

approved by the Legislature.

741	(1) As used in this section[: (a) "agricultural use" means a use that relates to the tilling
742	of soil and raising of crops, or keeping or raising domestic animals; (b) "not for human
743	occupancy" means use of a structure for purposes other than protection or comfort of human
744	beings, but allows people to enter the structure for: (i) maintenance and repair; and (ii) the
745	care of livestock, crops, or equipment intended for agricultural use which are kept there; and
746	(c)], "residential area" means land that is not used for an agricultural use and is:
747	[(i) (A)] (a) (i) within the boundaries of a city or town; and
748	[(B)] (ii) less than five contiguous acres;
749	[(ii) (A)] (b) (i) within a subdivision for which the county has approved a subdivision
750	plat under Title 17, Chapter 27a, Part 6, Subdivisions; and
751	[(B)] (ii) less than two contiguous acres; or
752	[(iii)] (c) not located in whole or in part in an agricultural protection area created under
753	Title 17, Chapter 41, Agriculture and Industrial Protection Areas.
754	(2) A person shall follow an adopted code when:
755	(a) new construction is involved; and
756	(b) the owner of an existing building, or the owner's agent, is voluntarily engaged in:
757	(i) the repair, renovation, remodeling, alteration, enlargement, rehabilitation,
758	conservation, or reconstruction of the building; or
759	(ii) changing the character or use of the building in a manner which increases the
760	occupancy loads, other demands, or safety risks of the building.
761	(3) (a) Beginning May 12, 2009, the board and commission shall, in accordance with
762	Sections 53-7-204 and 58-56-5, make recommendations to the Business and Labor Interim
763	Committee as to whether or not the Legislature should take legislative action.
764	(b) (i) If the Business and Labor Interim Committee decides to recommend legislative
765	action to the Legislature, the Business and Labor Interim Committee shall prepare legislation
766	for consideration by the Legislature in the next general session.
767	(ii) The legislation described in Subsection (3)(b)(i) shall direct:
768	(A) the division to administer an adopted code, excluding the fire code, in accordance
769	with legislative action approved by the Legislature; and
770	(B) the board to administer an adopted fire code in accordance with legislative action

- (4) (a) Notwithstanding Subsection (3), the commission may, in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, adopt an adopted code, except the fire code, if the commission determines that waiting for legislative action in the next general legislative session under Subsection (3) would:
  - (i) cause an imminent peril to the public health, safety, or welfare; or
- 777 (ii) place a person in violation of federal or other state law.
  - (b) If the commission adopts an adopted code under Subsection (4)(a), the commission shall file with the division:
    - (i) the text of the adopted code; and

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- (ii) an analysis that includes the specific reasons and justifications for its findings.
  - (c) The division shall, in accordance with Subsection (4)(b):
    - (i) publish the adopted code in accordance with Section 58-56-6; and
- (ii) notify the Business and Labor Interim Committee of the adoption, including a copy of the commission's analysis described in Subsection (5)(b).
- (d) If not formally adopted by the Legislature at its next annual general session, an adopted code adopted under this Subsection (4) is repealed effective at midnight on the last day that the Legislature adjourns sine die at its next annual general session.
- (5) (a) Notwithstanding Subsection (3), the board may, in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, adopt a fire code, if the board determines that waiting for legislative action in the next general legislative session under Subsection (3) would:
  - (i) cause an imminent peril to the public health, safety, or welfare; or
  - (ii) place a person in violation of federal or other state law.
  - (b) The board shall:
  - (i) publish the adopted fire code; and
- (ii) notify the Business and Labor Interim Committee of the adoption, including a copy of an analysis by the board identifying specific reasons and justifications for its findings.
- (c) If not formally adopted by the Legislature at its next annual general session, a fire code adopted under this Subsection (5) is repealed effective at midnight on the last day that the Legislature adjourns sine die at its next annual general session.
- (6) (a) The division, in consultation with the commission, has discretion to approve, without adopting, certain approved codes, including specific editions of the approved codes, for

803	use by a compliance agency.
804	(b) Under Subsection (6)(a), a compliance agency has the discretion to:
805	(i) adopt an ordinance requiring removal, demolition, or repair of a building, according
806	to an adopted code;
807	(ii) adopt, by ordinance or rule, a dangerous building code; or
808	(iii) adopt, by ordinance or rule, a building rehabilitation code.
809	(7) (a) Except in a residential area, a structure used solely in conjunction with
810	agriculture use, and not for human occupancy, is exempted from the permit requirements of an
811	adopted code.
812	(b) Notwithstanding Subsection (7)(a), unless otherwise exempted, plumbing,
813	electrical, and mechanical permits may be required when that work is included in the structure.

Legislative Review Note as of 1-5-10 8:21 AM

Office of Legislative Research and General Counsel

### H.B. 193 - Occupations and Professions Amendments

# **Fiscal Note**

2010 General Session State of Utah

### **State Impact**

Enactment of this bill will not require additional appropriations.

## Individual, Business and/or Local Impact

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for individuals, businesses, or local governments.

1/23/2010, 11:29:03 AM, Lead Analyst: Pratt, S./Attny: JLW

Office of the Legislative Fiscal Analyst