## ▲ Approved for Filing: R.H. Rees ▲ ▲ 02-09-10 12:40 PM ▲

	STATE CONSTRUCTION REGISTRY
	REVISIONS
	2010 GENERAL SESSION
	STATE OF UTAH
	Chief Sponsor: Kraig Powell
	Senate Sponsor:
LONG T	ITLE
General 1	Description:
Tl	his bill modifies provisions relating to the state construction registry.
Highligh	ted Provisions:
Tl	his bill:
►	modifies provisions relating to the filing of a notice of construction with respect to
the state of	construction registry.
Monies A	Appropriated in this Bill:
N	one
Other Sp	ecial Clauses:
N	one
Utah Coo	de Sections Affected:
AMEND	S:
38	<b>3-1-31</b> , as last amended by Laws of Utah 2009, Chapter 50
Be it enac	cted by the Legislature of the state of Utah:
	ection 1. Section <b>38-1-31</b> is amended to read:
	8-1-31. Building permit Construction Notice registry Notice of
	cement of work.
(1	) (a) (i) $[(A)]$ For a construction project where a building permit is issued to an

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28 original contractor or owner-builder, no later than 15 days after the issuance of the building 29 permit: 30  $\left(\frac{1}{2}\right)$  (A) the local government entity issuing that building permit shall input the 31 building permit application and transmit the building permit information to the database 32 electronically by way of the Internet or computer modem or by any other means; [or] and 33 [(II)] (B) the original contractor, owner, or owner-builder [may] shall file a notice of 34 commencement with the database [whether or not a building permit is issued or a notice of 35 commencement is filed under Subsection (1)(a)(i)(A)(I) based on the building permit issued 36 by the local government entity. 37 [(B) The information submitted under Subsection (1)(a)(i)(A) forms the basis of a 38 notice of commencement.] 39 (ii) The person to whom a building permit, filed under Subsection (1)(a)(i), is issued is 40 responsible for the accuracy of the information in the building permit. 41 (iii) For the purposes of classifying a record under Title 63G, Chapter 2, Government 42 Records Access and Management Act, building permit information transmitted from a local 43 governmental entity to the database shall be classified in the database by the division 44 notwithstanding the local governmental entity's classification of the building permit 45 information. 46 (b) No later than 15 days after commencement of physical construction work at the 47 project site, the original contractor, owner, or owner-builder [may] shall file a notice of 48 commencement with the database [whether or not a building permit is issued or] if a notice of 49 commencement [is filed] has not already been filed under Subsection (1)(a). 50 (c) An original contractor, owner, or owner-builder may file a notice of 51 commencement with the designated agent prior to the time frames established in Subsections 52 (1)(a) and (b). 53 (d) An owner of construction or an original contractor may file a notice of 54 commencement with the designated agent within the time prescribed by Subsections (1)(a) and 55 (b). 56 (e) (i) If duplicate notices of commencement are filed, they shall be combined into one 57 notice for each project and any notices filed relate back to the date of the earliest-filed notice of 58 commencement for the project.

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59	(ii) A duplicate notice of commencement that is untimely filed relates back under
60	Subsection (1)(e)(i) if the earlier filed notice of commencement is timely filed.
61	(iii) Duplicate notices of commencement shall be automatically linked by the
62	designated agent.
63	(f) The designated agent shall assign each construction project a unique project number
64	that:
65	(i) identifies each construction project; and
66	(ii) can be associated with all notices of commencement, preliminary notices, and
67	notices of completion.
68	(g) A notice of commencement is effective only as to any labor, service, equipment,
69	and material furnished to the construction project that is furnished subsequent to the filing of
70	the notice of commencement.
71	(2) (a) A notice of commencement shall include the following:
72	(i) the name and address of the owner of the project;
73	(ii) the name and address of the:
74	(A) original contractor; and
75	(B) surety providing any payment bond for the project, or if none exists, a statement
76	that a payment bond was not required for the work being performed; and
77	(iii) (A) the project address if the project can be reasonably identified by an address; or
78	(B) the name and general description of the location of the project if the project cannot
79	be reasonably identified by an address.
80	(b) A notice of commencement may include:
81	(i) a general description of the project; or
82	(ii) the lot or parcel number, and any subdivision, development, or other project name,
83	of the real property upon which the project is to be constructed if the project is subject to
84	mechanics' liens.
85	(c) A notice of commencement need not include all of the items listed in Subsection
86	(2)(a) if:
87	(i) a building permit is issued for the project; and
88	(ii) all items listed in Subsection (2)(a) that are available on the building permit are
89	included in the notice of commencement.

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90	(3) If a notice of commencement for a construction project is not filed within the time
91	[set forth in Subsections] provided in Subsection (1)(a) [and] or (b), the following do not
92	apply:
93	(a) Section 38-1-32; and
94	(b) Section 38-1-33.
95	(4) (a) Unless a person indicates to the division or designated agent that the person
96	does not wish to receive a notice under this section, electronic notice of the filing of a notice of
97	commencement or alternate notice as prescribed in Subsection (1), shall be provided to:
98	(i) all persons who have filed notices of commencement for the project; and
99	(ii) all interested persons who have requested notices concerning the project.
100	(b) (i) A person to whom notice is required under Subsection (4)(a) is responsible for:
101	(A) providing an e-mail address, mailing address, or telefax number to which a notice
102	required by Subsection (4)(a) is to be sent; and
103	(B) the accuracy of any e-mail address, mailing address, or telefax number to which
104	notice is to be sent.
105	(ii) The designated agent fulfills the notice requirement of Subsection (4)(a) when it
106	sends the notice to the e-mail address, mailing address, or telefax number provided to the
107	designated agent whether or not the notice is actually received.
108	(5) (a) The burden is upon any person seeking to enforce a notice of commencement to
109	verify the accuracy of information in the notice of commencement and prove that the notice of
110	commencement is filed timely and meets all of the requirements in this section.
111	(b) A substantial inaccuracy in a notice of commencement renders the notice of
112	commencement unenforceable.
113	(c) A person filing a notice of commencement by alternate filing is responsible for
114	verifying and changing any incorrect information in the notice of commencement before the
115	expiration of the time period during which the notice is required to be filed.
116	(6) At the time a building permit is obtained, each original contractor shall
117	conspicuously post at the project site a copy of the building permit obtained for the project.

Legislative Review Note as of 2-8-10 5:14 PM

Office of Legislative Research and General Counsel

#### H.B. 319 - State Construction Registry Revisions

## **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 local governments. Businesses and individuals will be impacted a required \$7.50 registration fee.

2/12/2010, 4:39:34 PM, Lead Analyst: Schoenfeld, J.D./Attny: RHR

Office of the Legislative Fiscal Analyst