[First Reprint] **SENATE, No. 1890**

STATE OF NEW JERSEY

220th LEGISLATURE

INTRODUCED MARCH 3, 2022

Sponsored by: Senator GORDON M. JOHNSON District 37 (Bergen) Senator ROBERT W. SINGER District 30 (Monmouth and Ocean)

SYNOPSIS

Establishes professional board to regulate home improvement and home elevation contractors and requires licensure for each type of contractor.

CURRENT VERSION OF TEXT

As reported by the Senate Commerce Committee on December 19, 2022, with amendments.



(Sponsorship Updated As Of: 12/19/2022)

AN ACT concerning the regulation of home improvement and home elevation contractors, revising various parts of the statutory law, and supplementing P.L.2007, c.232 (C.2C:21-35) and Title 45 of the New Jersey Statutes.

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BE IT ENACTED by the Senate and General Assembly of the State of New Jersey:

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9 1. P.L.2004, c.16 (C.56:8-136 et seq.), P.L.2013, c.144 10 (C.56:8-138.1), and P.L.2014, c.34 (C.56:8-138.2 et al.) are repealed.

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- 13 2. (New section) As used in P.L. , c. (C.) (pending 14 before the Legislature as this bill):
- 15 "Board" means the New Jersey State Board of Home 16 Improvement and Home Elevation Contractors.

"Contractor" means an individual ¹[engaged in the business of making or selling] providing ¹ home improvement or home elevation services, or both types of services, ¹[and includes] for ¹ a corporation, partnership, association ¹, sole proprietorship, ¹ and any other form of business organization or entity ¹[, and its officers, representatives, agents and employees] that enters into home improvement, home elevation, or both types of contracts with consumers ¹. ¹This shall not include: (1) an individual who owns or manages a home improvement or home elevation business but does not perform home improvement or home elevation services; or (2) employees of or individuals contracted by a sole proprietorship, corporation, partnership, association, or other form of a business entity hired or contracted to sell home improvement or home elevation services, or both types of services. ¹ An individual who makes a home improvement or home elevation without compensation shall not be

deemed to be a contractor with respect to that service.
 "Director" means the Director of the Division of Consumer
 Affairs in the Department of Law and Public Safety.

"Division" means the Division of Consumer Affairs in the Department of Law and Public Safety.

"Home elevation" means any home improvement that involves raising an entire residential structure to a higher level above the ground.

"Home elevation contract" means a written agreement, or oral agreement if the cost of services is expected to be \$500 or less, for the performance of a home elevation between a home elevation contractor and an owner, tenant or lessee, of a residential property, and includes all agreements under which the contractor is to

EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

perform the home elevation, or furnish materials in connection therewith.

"Home elevation contractor" means a contractor who engages in the practice of home elevation and is authorized to perform home improvements, as defined in this section.

"Home improvement" means the remodeling, altering, renovating, repairing, restoring, modernizing, moving, demolishing, installing in, or otherwise improving or modifying of the whole or any part of any residential property. Home improvement shall also include insulation ¹, ¹ installation and the conversion of existing commercial structures into residential property. ¹Home improvement shall not include the construction of a new residential property. ¹

"Home improvement contract" means a written agreement, or oral agreement if the cost of services is expected to be \$500 or less, for the performance of a home improvement between a home improvement or home elevation contractor and an owner, tenant or lessee, of a residential property, and includes all agreements under which the contractor is to perform labor or render services for home improvements, or furnish materials in connection therewith.

"Home improvement contractor" means a contractor who engages solely in the practice of home improvement.

1"Principal home improvement contractor" or "principal home elevation contractor" means a licensed home improvement or home elevation contractor who oversees the performance of services for contracts (1) valued at a minimum of \$120,000 and (2) that require the submittal of plans with more than one subcode. A principal home improvement or principal home elevation contractor may also provide services as a home improvement contractor or home elevation contractor if a contract if valued at less than \$120,000 or does not require submittal of plans with more than one subcode. ¹

"Residential property" means any single or multi-unit structure used in whole or in part as a place of residence, and all structures appurtenant thereto, and any portion of the lot or site on which the structure is situated which is devoted to the residential use of the structure.

¹["Responsible managing employee" means an individual who is licensed as a home improvement or home elevation contractor with at least five years of experience and who provides effective supervision over the professional services rendered pursuant to a home improvement or home elevation contract. An individual who qualifies for licensure as a home improvement or home elevation contractor pursuant to section 16 of P.L. , c. (C.) (pending before the Legislature as this bill) shall also qualify as a responsible managing employee.]

3. (New section) There is created within the Division of Consumer Affairs in the Department of Law and Public Safety, the New Jersey State Board of Home Improvement and Home Elevation

Contractors. The board shall consist of nine members who shall be residents of the State. Except for the members first appointed: five members shall be licensed home improvement contractors, ¹[one member shall be a licensed home elevation contractor 1, of whom two shall represent a trade association focused on the home improvement industry, one member shall be a licensed construction code official¹, two ¹members¹ shall ¹[be members of] represent¹ the public, and one ¹member ¹ shall be appointed pursuant to subsection c. of section 2 of P.L.1971, c.60 (C.45:1-2.2). Of the two members of the public, one shall be appointed by the Governor upon recommendation of the Senate President and the other shall be appointed by the Governor upon recommendation of the Assembly Speaker. Of the members first appointed, the five members who are registered home improvement contractors shall have been so registered for at least ten years immediately preceding appointment to the board ¹ [and the member who is a registered home elevation contractor shall have been so registered for at least four years immediately preceding appointment to the board 1. The members first appointed shall be appointed no later than the first day of the third month following enactment of P.L. , c. (C.) (pending before the Legislature as this bill).¹

Each member shall be appointed for a term of five years, except that of the members first appointed, ¹ [the home elevation contractor member and a] two home improvement contractor lemember] shall serve for a term of three years, two home improvement contractor members shall serve for a term of two years, and letwo] one home improvement contractor lemembers] member shall serve for a term of one year. Each member shall hold office until a successor has been qualified and appointed. Any vacancy in the membership of the board shall be filled for the unexpired term in the manner provided for in the original appointment. No member of the board shall serve more than two successive terms in addition to any unexpired term to which the member has been appointed.

4. (New section) ¹a. The board shall be entitled to retain all funds collected as a result of fees paid for initial licensure and registration, and for licensure and registration renewal, reactivation, and reinstatement to administer and enforce the provisions of P.L., c. (C.) (pending before the Legislature as this bill).

41 <u>bill</u>).

<u>b.</u>¹ Members of the board ¹[shall] <u>may</u>¹ be reimbursed for expenses within the limits of funds appropriated or otherwise made available for this purpose and provided with office and meeting facilities and personnel required for the proper conduct of the business of the board.

- 5. (New section) ¹a. ¹ The board shall organize within 30 days after the appointment of its members and shall annually elect from its members a chairperson and a vice-chairperson, and may appoint a secretary, who need not be a member of the board. The board shall meet at least once a month and may hold additional meetings as necessary to discharge its duties. A majority of board membership shall constitute a quorum.
- the "Administrative Procedures Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to effectuate the purposes of this act, no later than the first day of the tenth month next following enactment of P.L., c. (C.)

 (pending before the Legislature as this bill). The provisions of sections 3, 4, and 6 and sections 24 and 25 shall remain inoperative until such time as the board promulgates the rules and regulations. 1

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- 6. (New section) The board shall have the following powers and duties:
- a. administer and enforce the provisions of P.L., c. (C.) (pending before the Legislature as this bill);
- ¹develop education requirements and ¹ develop or designate 20 an examination or examinations to evaluate the knowledge, ability, 21 22 and fitness of applicants to perform as home improvement or home 23 elevation contractors, which shall include examination of State law 24 on home improvement for individuals seeking licensure as home 25 improvement contractors, or on home improvement and home 26 elevation for individuals seeking licensure as home elevation contractors ¹. The requirements shall include: 27
 - (1) establishing education requirements for home improvement contractors, including principal home improvement contractors, and home elevation contractors, including principal home elevation contractors; and
- 32 (2) developing an examination preparation course that an applicant may enroll in ¹;
- c. review the qualifications of applicants for licensure;
- d. issue and renew, on a biennial basis ¹[,]:
- 36 (1)¹ licenses for home improvement and home elevation contractors; ¹ and
- 38 (2) registrations for home improvement and home elevation 39 businesses;¹
- e. refuse to admit an applicant for an examination or suspend, revoke, or refuse to renew a license pursuant to the provisions of P.L.1978, c.73 (C.45:1-14 et seq.);
- f. adopt a code of ethics and standards of conduct for licensed home improvement and home elevation contractors;
- g. establish and change, if necessary, applicable fees including for initial licensure and licensure renewal, reactivation and reinstatement; [and] 1

- 1 h. ¹establish standards for continuing education requirements; 2 and
- <u>i.</u>¹ promulgate rules and regulations pursuant to the "Administrative Procedures Act," P.L.1968, c.410 (C.52:14B-1 et seq.).

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- 7. (New section) To be eligible for licensure as a home improvement contractor or as a home elevation contractor, an applicant shall fulfill the following requirements:
 - a. be at least 18 years of age;
- b. have successfully completed high school or the equivalent;
- c. demonstrate ¹[, through an attestation as prescribed by the board,] ¹ completion of:
 - (1) ¹through submission of an attestation as prescribed by the board, ¹ an apprenticeship program registered with or approved by the United States Department of Labor, or similar program as provided by a trade school or other facility accredited by a regional or national accrediting agency recognized by the United States Department of Education, that allows for the applicant to prepare for a career in home improvement or home elevation services; or
 - (2) at least two years of experience performing home improvement services ¹[under the direct supervision of] for ¹ a home improvement contractor ¹ or a home elevation contractor ¹ or performing home improvement and home elevation services ¹[under the direct supervision of] for ¹ a home elevation contractor. ¹[For an applicant seeking licensure under this paragraph, the
- 27 attestation An application for licensure shall require the signature of the applicant and for the home improvement or home elevation
- 29 contractor who provided direct supervision of 1 the name and address
- of the home improvement or home elevation business for whom the applicant worked. The signature of the contractor who provided
- applicant ¹worked ¹. ¹ [The signature of the contractor who provided direct supervision may be an individual licensed pursuant to this
- 33 section or licensed in accordance with the provisions of section 16
- of P.L., c. (C.) (pending before the Legislature as this
- bill) The two years of experience required in this section may be obtained by an applicant who can demonstrate to the board, in a
- 37 manner and form as determined by the board, the performance of
- 38 <u>services in home improvement or home elevation:</u>
- (a) under a home improvement or home elevation contractor in
 another state or jurisdiction of the United States with, as determined by
 the board, substantially equivalent requirements to the requirements in
- 42 this State; or
- 43 <u>(b) through work obtained by the applicant as a home</u> 44 <u>improvement or home elevation contractor in another state or</u>
- 45 jurisdiction of the United States with, as determined by the board,
- 46 <u>substantially equivalent requirements to the requirements in this</u>
- 47 <u>State</u>¹;

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1 d. ¹completion of educational requirements established 2 pursuant to paragraph (1) of subsection b. of section 6 of P.L. , c. (C.) (pending before the Legislature as this bill) and passage 3 of an examination pursuant to subsection b. of section 6 of P.L. 4 5) (pending before the Legislature as this bill); ¹[proof of financial stability and of compliance with section 6) (pending before the Legislature as this 7 . c. (C. 8 bill) regarding general liability insurance for a home improvement 9 contractor, or general liability insurance and cargo or other 10 insurance that covers home elevation services for a home elevation 11 contractor, and financial stability. If an applicant for licensure is an 12 employee and not an owner of a home improvement or home 13 elevation business, the applicant shall submit information 14 demonstrating proof of general liability insurance, cargo or other 15 insurance covering home elevations, if applicable, and financial 16 stability that is maintained by the business owner; 17 f.] submission of a disclosure statement, as prescribed by the 18 board, stating whether the applicant has been convicted of any 19 crime, which for the purposes of P.L., c. (C. 20 before the Legislature as this bill) shall mean a violation of section , c. (C. 21 9 of P.L.) (pending before the Legislature as this 22 bill); and 1 **[**g.**]** \underline{f} . 1 payment of all applicable fees. 23 ¹g. To register as a home improvement or home elevation 24 business, a business shall submit, as part of the application to the 25 26 board and in a form as determined by the board, proof of: (1) general liability insurance, workers' compensation 27 28 insurance, and a compliance bond, letter of credit, or securities, 29 moneys, or other securities pursuant to section 8 of P.L. , c. 30 (C.) (pending before the Legislature as this bill); 31 (2) employment by the business of at least one licensed home 32 improvement or home elevation contractor; and 33 (3) compliance with all applicable tax, business, and other laws in the State.¹ 34 35 36 8. (New section) a. ¹[Every licensed contractor who is engaged 37 in home improvement or home elevation services 1 A home improvement or home elevation business¹ shall secure, maintain and 38 file with the board proof of a certificate of $\frac{1}{2}$ 39 40 $(1)^{1}$ commercial general liability insurance in a minimum amount of \$500,000 per occurrence 1; and 41 (2) worker's compensation insurance¹. 42 ¹ [Every licensed contractor engaged in providing home 43 improvement or home elevation services A registered business¹ 44 whose commercial general liability insurance 1 or workers' 45

compensation policy is cancelled or nonrenewed shall submit to

- the board¹, before the former policy is no longer available,¹ a copy of the certificate of ¹:
- 3 (1)¹ commercial general liability insurance for a new or 4 replacement policy which meets the requirements of ¹paragraph (1) 5 of ¹ subsection a. of this section ¹[before the former policy is no 6 longer effective]; or
 - (2) a copy of the certificate of workers' compensation insurance for a new or replacement policy¹.

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- c. In addition to the insurance required pursuant to subsection 9 a. of this section, every ¹[home elevation contractor] registered 10 business¹ engaged in performing home elevations shall secure and 11 maintain cargo or other insurance that specifically covers home 12 13 elevation activities, in a minimum amount of \$1,000,000 per 14 occurrence to cover damages or other losses to the homeowner, 15 lessee, tenant or other party resulting from a home elevation, except as otherwise provided in this subsection. The board, in consultation 16 17 with the director and the Department of Banking and Insurance, 18 may promulgate rules and regulations to require that home elevation ¹[contractors] <u>businesses</u> ¹ secure and maintain additional insurance 19 of such kind and in such amounts as may be determined. 20
 - d. A home elevation ¹[contractor] <u>business</u>¹, prior to entering into an agreement to perform a home elevation, shall provide proof of insurance to the homeowner including the issuing insurer, policy number, type, and amount of insurance coverage maintained by the ¹[contractor] <u>business</u>¹ in accordance with this section.
 - e. Every ¹[licensed contractor who] <u>registered business that</u> ¹ is engaged in home improvement or home elevation services shall maintain, in effect during the entire period of ¹[licensure] <u>registration</u> ¹:
- 30 (1) a ¹compliance ¹ bond issued by one or more sureties 31 authorized to transact business in this State;
 - (2) an irrevocable letter of credit issued by a bank; or
 - (3) ¹[with the board] ¹ securities, moneys or other security acceptable to the board to fulfill the requirements of this section.
 - ¹f. The principal sum of the ¹compliance ¹ bond, letter of credit, or securities, moneys or other security shall be a minimum of ¹[\$100,000.]:
 - (1) \$50,000 for the performance of services pursuant to a contract valued at more than \$120,000 or for the performance of services, in the previous 12 months, for contracts valued at a minimum of \$750,000;
- 41 (2) \$25,000 for the performance of services pursuant to a
 42 contract valued between \$10,000 and \$120,000 or for the
 43 performance of services, in the previous 12 months, for contracts
 44 valued between \$150,000 and \$750,000; and
- 45 (3) \$10,000 for the performance of services pursuant to a 46 contract valued at less than \$10,000 or for the performance of 47 services, in the previous 12 months, for contracts valued less than

\$150,000.

- g.¹ The ¹[contractor] <u>business</u>¹ shall, from time to time, to the extent that claims are paid, promptly replenish the amount of ¹the <u>compliance</u>¹ bond, letter of credit, securities, moneys or other security maintained ¹[with the board to a minimum of \$100,000] <u>pursuant to paragraphs (1) through (3) of subsection f. of this section</u>¹.
- ¹If. The bond, letter of credit, or securities, moneys or other security shall be filed or deposited with the board and shall be executed to the State of New Jersey for the use or benefit of any consumer who, after entering into a home improvement or home elevation contract, incurs damages or suffers any loss arising out of a violation of P.L., c. (C.) (pending before the Legislature as this bill) by the contractor.
- g. <u>1</u> h. The 'compliance' bond, letter of credit, or securities, moneys, or other security shall cover '[restitution and]' penalties 'assessed by the board for violations of P.L., c. (C.) (pending before the Legislature as this bill)'.
- ¹[h. Any individual claiming against the bond, letter of credit, or securities, moneys or other security may maintain an action at law against the contractor and the surety, bank, or board, as the case may be.]¹
- i. The ¹compliance ¹ bond, letter of credit, or securities, moneys, or other security shall not be payable for treble damage claims pursuant to the consumer fraud act, P.L.1960, c.39 (C.56:8-1 et seq.).
- ¹**[**j. The board may make a claim against the bond, letter of credit, or securities, moneys or other security on behalf of a consumer, with notice to the licensed contractor.
- k.] <u>i.</u> The aggregate liability of the surety, bank, or ¹ [the board] <u>issuer of securities, moneys or other security</u> to all individuals for all breaches of the conditions of the ¹compliance ¹ bond, letter of credit or the securities, moneys or other security ¹ [held by the board] ¹ shall not exceed the amount of the bond, letter of credit, or the securities, moneys or other security ¹ [held by the board] ¹.
- ¹[1. Every bond, letter of credit, or securities, moneys, or other security required to be filed shall provide that any consumer who may be claiming against the bond, letter of credit, or securities, moneys, or other security shall notify the board and the surety of the amount and nature of the claim prior to the initiation of any action at law against the contractor. The bond, letter of credit, or securities, moneys, or other security shall provide that the surety or bank may not pay any claim against the bond, letter of credit, or securities, moneys, or other security unless and until it shall have received authorization from the board to pay the claim.
- m. If the board determines that there is a substantial likelihood that the aggregate amount of claims against a bond will exceed the available principal amount of the bond, the board may apportion the

proceeds of the bond among the claimants in an equitable manner.

n.] <u>k.</u>¹ Every bond, letter of credit, or securities, moneys, or other security ¹ [required to be filed with the board] ¹ shall provide that cancellation or nonrenewal of the bond, letter of credit, or securities, moneys, or other security shall not be effective unless and until at least 10 days' notice of intention to cancel or nonrenew the bond, letter of credit, or securities, moneys, or other security has been received in writing by the ¹ [board] registered business ¹ from the ¹ surety, bank, or other ¹ issuer.

- ¹I. (1) A business may reduce, by half, the amount of the compliance bond, letter of credit, or securities, moneys or other securities required pursuant to paragraphs (1) through (3) of subsection f. of this section upon demonstration by a member of senior management of the business of completion of, prior to the next registration renewal period, a course in financial responsibility and stability developed or designated by the board.
- (2) The board shall have discretion to require a business that has a member of senior management who completed a course in financial responsibility and stability by the next registration renewal period to maintain the full amount of the bond, letter of credit, or securities, moneys or other securities required pursuant to paragraphs (1) through (3) of subsection f. of this section if a business demonstrates on the application for registration renewal that a claim or multiple claims, in a dollar amount as determined by the board, were made against the bond, letter of credit, or securities, moneys or other securities held by the business.¹

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- a. 9. (New section) In addition to any other procedure, condition or information required by P.L. , c. (C.) (pending before the Legislature as this bill), every applicant shall file a disclosure statement with the board, pursuant to subsection f. of) (pending before the Legislature section 7 of P.L., c. (C. as this bill), stating whether the applicant has been convicted of any crime, which for the purposes of P.L. , c. (C.) (pending before the Legislature as this bill) shall mean a violation of certain provisions of the "New Jersey Code of Criminal Justice," Title 2C of the New Jersey Statutes, or the equivalent under the laws of any other jurisdiction; provided, however, that an applicant shall not be disqualified from licensure or have a license suspended or revoked on the basis of any conviction disclosed, except as provided in subsection b. of this section or in sections 1 or 2 of P.L.2021, c.81 (C.45:1-21 and 45:1-21.5).
- b. The board may refuse to issue or may suspend or revoke any license issued thereby upon proof that an applicant or a licensee:
- 45 (1) Has obtained a license through fraud, deception or 46 misrepresentation;
 - (2) Has engaged in the use or employment of dishonesty, fraud, deception, misrepresentation, false promise or false pretense;

- 1 (3) Has engaged in gross negligence, gross malpractice or gross 2 incompetence;
 - (4) Has engaged in repeated acts of negligence, malpractice or incompetence;

- (5) Has engaged in professional or occupational misconduct as may be determined by the board;
- (6) Has been convicted of any crime or offense that has a direct or substantial relationship to the activity regulated by P.L. , c. (C.) (pending before the Legislature as this bill) or is of a nature such that licensure would be inconsistent with the public's health, safety, or welfare, provided that the board shall make this determination in a manner consistent with section 2 of P.L.2021, c.81 (C.45:1-21.5). For the purpose of this subsection, a plea of guilty, non vult, nolo contendere or any other such disposition of alleged criminal activity shall be deemed a conviction;
 - (7) Has had the authority to engage in the activity regulated by the board revoked or suspended by any other state, agency or authority for reasons consistent with this section; or
 - (8) Has violated or failed to comply with the provisions of any State act, regulation or order administered or issued by the board or, other than traffic violations, by any other State agency.
 - c. At least 30 calendar days prior to denying an application for licensure or suspending or revoking a license pursuant to this section, the board shall notify the applicant or licensee of its intent to deny the application or suspend or revoke the license and afford the applicant an opportunity for a hearing in a manner provided for contested cases pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.). If, however, the board intends to deny the application or suspend or revoke the license under paragraph (6) of subsection b. of this section, the provisions of P.L.2021, c.81 (C.45:1-21.5) shall apply.
 - d. An applicant shall have the continuing duty to provide any assistance or information requested by the board, and to cooperate in any inquiry, investigation, or hearing conducted by the board.
 - e. If any of the information to be included in the disclosure statement, required pursuant to subsection f. of section 7 of P.L. , c. (C.) (pending before the Legislature as this bill), changes or if additional information should be added after the filing of the statement, the applicant shall provide that information to the board, in writing, within 20 calendar days of the change or addition.
- ¹f. If a licensed home improvement or licensed home elevation contractor employed by a business registered pursuant to subsection g. of section 7 of P.L., c. (C.) (pending before the Legislature as this bill) is the only contractor licensed pursuant to section 7 of P.L., c. (C.) (pending before the Legislature as this bill) employed by the registered business and the individual leaves their employment, the registered business shall have 60 days within which to hire a licensed home improvement or home elevation contractor and notify the board of the change. If no new hire is made within 60 days, the board shall

revoke the registration of the business. Upon the hiring of a new contractor licensed pursuant to section 7 of P.L. , c. (C.) (pending before the Legislature as this bill), the registered business shall apply for reinstatement of registration.¹

- 10. (New section) a. Every contractor required to be licensed under P.L., c. (C.) (pending before the Legislature as this bill) shall be issued an identification badge by the board pursuant to subsection b. of this section. The identification badge shall be plainly visible and worn on the upper left corner of the torso when the contractor is performing ¹[, or engaging, or attempting to engage, in the business of selling]¹ home improvement or home elevation services.
- b. The identification badge shall include a color photograph of the contractor's face, the contractor's name, the contractor's license number, and the name of the contractor's business displayed in a manner that will be plainly visible and permit recognition when worn by the contractor. The badge shall include a statement, written in such a way as to be plainly visible when worn by the contractor, that the badge is not for an electrical contractor, plumbing contractor or HVACR contractor license. The identification badge shall be made in such a way and of such material that any attempt to alter the badge will result in it being immediately, permanently and obviously ruined. The photograph included on the identification badge shall be taken no more than four weeks before the date upon which the identification badge is issued. A contractor shall apply for and obtain a new identification badge at least once every six years.
- c. The board may charge the contractor a reasonable fee to cover the costs of the identification badge issued pursuant to this section.
- d. A contractor who has been issued an identification badge pursuant to subsection b. of this section and whose license has been suspended, revoked, or has not been renewed, shall, within three days of that suspension, revocation or nonrenewal, surrender the identification badge to the board.
- ¹e. Notwithstanding the definition of "contractor" pursuant to section 2 of P.L. , c. (C.) (pending before the Legislature as this bill), if an employee of or individual contracted by a sole proprietorship, corporation, partnership, association, or other form of a business entity hired or contracted to sell home improvement or home elevation services, or both types of services, in-person to consumers, an identification badge required pursuant to this section shall be required for the employee or contracted individual.
- f. A temporary badge, in paper, shall be issued to a contractor and shall accompany the license of the contractor in the event of a delay in the processing of the identification badge required pursuant to this section.¹

1 11. (New section) An individual who knowingly exhibits or 2 displays an identification badge issued pursuant to subsection b. of 3 section 10 of P.L., c. (C.) (pending before the Legislature 4 as this bill) and is not at that time licensed as a contractor pursuant 5 to P.L.) (pending before the Legislature as this bill), including any contractor who has had the license revoked, 6 7 suspended, or not renewed, is guilty of a crime of the fourth degree.

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- 12. (New section) a. No individual shall ¹[offer to] ¹ perform, ¹[or engage, or attempt to engage in the business of performing or selling 1 home improvement services or home elevation services unless licensed by the board.
- b. In addition to any other civil or criminal penalty that may apply, any individual who makes a false statement in connection with the process for licensure as a home improvement or home elevation contractor pursuant to section 7 of P.L., c. (C. (pending before the Legislature as this bill) or who submits false information in regards to any submissions and filings required by the board pursuant to section 8 of P.L. , c. (C. before the Legislature as this bill) shall be liable for a civil penalty of not less than \$10,000 or more than \$25,000. Such penalty may be imposed by the board and shall be collected by summary proceedings instituted in accordance with the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.).

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26 13. (New section) Except for individuals exempted pursuant to 27 section 15 of P.L., c. (C.) (pending before the Legislature as this bill), any individual ¹licensed or business registered pursuant to P.L. , c. (C.) (pending before the Legislature as this 30 <u>bill</u>) who advertises in print or puts out any sign or card or other device which would indicate to the public that the individual is a contractor in New Jersey, ¹the business is a registered home 32 improvement or home elevation contracting business in New <u>Jersey</u>, or who causes the individual's name or business name to be 34 included in a classified advertisement or directory in New Jersey under a classification for home improvement or home elevation, as defined in section 2 of P.L. , c. (C.) (pending before the 38 Legislature as this bill), is subject to the provisions of P.L.) (pending before the Legislature as this bill). This section 40 shall not be construed to apply to simple residential alphabetical listings in standard telephone directories, including directories or similar lists posted online.

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14. (New section) a. All ¹[licensees] registered businesses¹ shall prominently display their ¹[license] registration ¹ numbers within their places of business, in all advertisements distributed within this State, on business documents, contracts and correspondence with consumers of home improvement and home

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- 1 elevation services in this State, and on all commercial vehicles
- 2 registered in this State and leased or owned by licensees and used
- 3 by licensees for the purpose of providing home improvement or
- 4 home elevation services, except for vehicles leased or rented to
- 5 customers of licensees by a licensee or any agent or representative
- 6 thereof.
- b. Any invoice, contract or correspondence given by a licensee to a consumer shall prominently contain the toll-free telephone number provided pursuant to section 20 of P.L. , c. (C.) (pending before the Legislature as this bill).

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- 12 15. (New section) The provisions of sections 7, 8, 9, ¹10, ¹12,
- ¹[13, and] ¹ 14 ¹,16, 17, 21, 22, 23, 26, 27, 28, and 29 ¹ of P.L., c.
- 14 (C.) (pending before the Legislature as this bill) shall not apply to:
- a. Any individual required to register pursuant to "The New Home Warranty and Builders' Registration Act," P.L.1977, c.467
- 18 (C.46:3B-1 et seq.), but only in conjunction with the building of a
- 19 new home as defined in P.L.1977, c.467 (C.46:3B-2);
- b. Any individual regulated by the State as an architect,
- 21 professional engineer, landscape architect, land surveyor, electrical
- 22 contractor, master plumber, or any other individual in any other
- related profession requiring registration, certification, or licensure by the State, who is acting within the scope of practice of the
- 25 individual's profession;
- 26 c. Any individual who is employed by a common interest
- community, including, but not limited to, a community association or cooperative corporation, or by the owner or manager of any other
- residential property, while the individual is acting within the scope
- 30 of that employment;
 - d. Any public utility as defined under R.S.48:2-13;
- e. Any individual licensed under the provisions of section 16 of
- 33 P.L.1960, c.41 (C.17:16C-77) but only in conjunction with selling a
- 34 home repair contract as defined in section 1 of P.L.1960, c.41
- 35 (C.17:16C-62) ¹and as also applicable to P.L.1968, c.224
- 36 (C.17:16C-95 et seq.), except requirements under section 10 of P.L.
- 37 , c. (C.) (pending before the Legislature as this bill)
- 38 regarding identification badges shall apply to individuals making
- 39 <u>in-person sales to consumers pursuant to P.L.1968, c.224</u>
- 40 (C.17:16C-95 et seq.) 1 ; and
- f. Any home improvement or home elevation retailer with a net worth of more than \$50,000,000, or employee of that retailer.

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- 16. (New section) ¹<u>a.</u> ¹ The provisions of subsections a., b., c.,
- and d. of section 7 of P.L. , c. (C.) (pending before the
- 46 Legislature as this bill) shall not apply to an individual who has
- been registered as a home improvement contractor in New Jersey
- 48 for at least ¹[10] <u>five</u> ¹ years or to an individual who has at least

¹[10] <u>five</u> ¹ years of experience in providing home elevation 1 2 services who has been registered as a home improvement contractor in New Jersey for at least ¹[10] five ¹ years or registered as a home 3 elevation contractor in New Jersey for at least five years. A license 4 shall be issued ¹[to an individual] upon expiration of the 5 contractor registration previously issued ¹[to the individual] ¹ upon 6 7 submission of an application in such form as may be prescribed by 8 the board and payment of a fee established by the board.

¹b. An individual who qualifies for licensure as a home improvement or home elevation contractor under subsection a. of the section and who can demonstrate experience overseeing the performance of services for contracts (1) valued at a minimum of \$120,000 and (2) that require the submittal of plans with more than one subcode shall qualify as a principal home improvement or home elevation contractor. ¹

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17. (New section) The provisions of P.L. , c. (C.) (pending before the Legislature as this bill) shall apply to any individual engaging in this State in any of the activities regulated by P.L. , c. (C.) (pending before the Legislature as this bill), including individuals whose residence or principal place of business is located outside of this State.

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- 18. (New section) a. P.L. , c. (C.) (pending before the Legislature as this bill) shall supersede any municipal ordinance or regulation that provides for the licensing or registration of home improvement or home elevation contractors or for the protection of homeowners by bonds or warranties required to be provided by home improvement or home elevation contractors, exclusive of those required by water, sewer, utility, or land use ordinances or regulations.
- b. A municipality shall not issue a construction permit for any home improvement or home elevation if any part of the home improvement or home elevation is to be performed by any contractor who is neither licensed pursuant to, nor exempt from the requirements of, the provisions of P.L., c. (C.) (pending before the Legislature as this bill).
 - c. A municipality may issue a construction permit for a home improvement or home elevation only to:
- 40 (1) a contractor who is performing the home improvement or 41 home elevation who is licensed pursuant and) (pending before the Legislature as this bill) 42 P.L. , c. (C. ¹or who will obtain a license upon expiration of a registration 43 pursuant to section 16 of P.L. , c. (C.) (pending before the 44 <u>Legislature as this bill</u>)¹; ¹[or]¹ 45
 - (2) an individual who is performing the home improvement or home elevation and is not required to be licensed pursuant to

- (3) a single-family homeowner who performs plumbing, electrical,
 or heating, ventilation, and air conditioning work in the homeowner's
 own dwelling¹.
 - d. A contractor shall be liable for any fines or penalties resulting from a failure to obtain any permit necessary to complete the home improvement.

- 19. (New section) a. P.L. , c. (C.) (pending before the Legislature as this bill) shall not deny to any municipality the power

 12. 1, pursuant to the "State Uniform Construction Code Act," P.L.1975,

 13. c.217 (C.52:27D-119 et seq.), 1 to inspect a contractor's work or equipment, the work of a contractor who performs improvements to commercial property, or the power to regulate the standards and manners in which the work of the contractor shall be done.
 - b. A municipality shall have the authority to bring a proceeding in accordance with the "Penalty Enforcement Law of 1999," P.L.1999, c.274 (C.2A:58-10 et seq.), in the municipal court or in Superior Court to recover fines and penalties for violations of P.L., c. (C.) (pending before the Legislature as this bill), committed by a contractor in connection with a home improvement or home elevation located within the municipality. Fines and penalties recovered from a contractor in a proceeding may be retained by the municipality.

- 20. (New section) a. The division shall establish and undertake a public information campaign to educate and inform contractors ¹, applicable businesses, ¹ and the consumers of this State of the provisions of P.L., c. (C.) (pending before the Legislature as this bill).
- b. The board shall provide a toll-free telephone number for consumers making inquiries regarding contractors or shall promote, as part of the public information campaign, any toll-free telephone number already established for inquiries.

21. (New section) a. Every contract for a purchase price in excess of \$500 for home improvement, home elevation, or both types of services, and all changes in the terms and conditions of the contract, shall be in writing. The contract shall be signed by all parties thereto and shall not contain any blank spaces for information, including, but not limited to, terms and conditions, to be added after the contract is signed by the consumer, and shall clearly and accurately set forth in legible form and in understandable language all terms and conditions of the contract, including but not limited to:

- 1 (1) the legal name, business address, ¹registration number of the
 2 business, ¹ and license number of the contractors ¹performing the
 3 services pursuant to the contract ¹;
 - (2) the legal name and license number of the contractor designated as the ¹ [responsible managing employee] principal home improvement or home elevation contractor, if applicable, ¹ for the services provided;
 - (3) a copy of the certificate of commercial general liability insurance, of cargo or other insurance covering home elevations, if applicable, required pursuant to section 8 of P.L. , c. (C.) (pending before the Legislature as this bill) and the telephone number of the insurance company issuing the certificate; and
 - (4) the total price or other consideration to be paid by the owner, including the finance charges.
 - b. the contract shall include the following notice in 10-point bold type or larger, directly above the space provided for the signature of the consumer:

"NOTICE TO CONSUMER

- Do not sign this contract if any of the spaces for information have been left blank.
- You are entitled to a copy of the contract at the time you sign.
- 22 Keep it to protect your legal rights.

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- 23 Do not sign any completion certificate or agreement stating that you
- are satisfied with the entire project before this project is complete.
- 25 Contractors are prohibited by law from requesting or accepting a
- certificate of completion signed by the consumer prior to the actual
- completion of the work to be performed under the contract."
 - c. Any contract for home improvement, home elevation, or both types of services may be rescinded by the consumer, except as provided in subsection k. of this section if the consumer:
 - (1) Furnishes to the contractor a notice of intent to rescind the contract by certified mail, return receipt requested, postmarked not later than 5 p.m. of the third business day following the day on which the contract is executed; and
 - (2) Gives up possession of any goods, subject to a contract, delivered to the consumer prior to receipt by the contractor of the notice of intent to rescind.
 - d. Within 10 business days after receipt of a notice of intent to rescind a contract for home improvement, home elevation, or both types of services, a contractor shall:
 - (1) Pick up, at the contractor's own expense, any goods subject to the contract, delivered to the consumer prior to receipt by the contractor of the notice;
 - (2) Refund to the consumer all amounts of money paid by the consumer, less reasonable charges for any damages to any goods which occurred while in the consumer's possession; and
- 47 (3) Redeliver to the consumer any goods traded-in to the contractor on account of or in contemplation of the contract for

- home improvement, home elevation, or both types of services, less any reasonable charges actually incurred in making the goods ready
- 3 for sale.

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- e. Each ¹ [contractor] <u>registered business</u> ¹ shall maintain a record of the receipt of any consumer's notice of intent to rescind a contract for at least 18 months after the receipt of a notice of intent to rescind.
- f. At the time of executing every contract for home improvement, home elevation, or both types of services subject to the provisions of P.L., c. (C.) (pending before the Legislature as this bill), the contractor shall deliver to the consumer two copies of a receipt which clearly and conspicuously sets forth:
 - (1) The contractor's name and place of business;
 - (2) A description of the goods and services sold; and
 - (3) The amount of money paid by the consumer or the cash value of any goods delivered to the contractor at the time the contract for home improvement, home elevation, or both types of services was entered into.
 - g. The receipt required to be delivered to the consumer shall also clearly and conspicuously include, in at least 10-point bold type, the following statement:
- type, the following statement:

 "NOTICE TO CONSUMER: YOU MAY RESCIND THIS

 CONTRACT PROVIDED THAT YOU NOTIFY THE HOME

 IMPROVEMENT OR HOME ELEVATION CONTRACTOR OF

 YOUR INTENT TO DO SO BY CERTIFIED MAIL, RETURN

 RECEIPT REQUESTED, POSTMARKED NOT LATER THAN 5

 P.M. OF THE THIRD BUSINESS DAY FOLLOWING THE
- 28 SALE. FAILURE TO EXERCISE THIS OPTION, HOWEVER,
- 29 WILL NOT INTERFERE WITH ANY OTHER REMEDIES
- 30 AGAINST THE CONTRACTOR YOU MAY POSSESS. IF YOU
- 31 WISH YOU MAY USE THIS PAGE AS NOTIFICATION BY
- 32 WRITING "I HEREBY RESCIND" AND ADDING YOUR NAME
- 33 AND ADDRESS. A DUPLICATE OF THIS RECEIPT IS 34 PROVIDED BY THE CONTRACTOR FOR YOUR RECORDS."
- h. Except as provided in subsection k. of this section, a receipt required to be delivered by the consumer shall not contain, or be accompanied by, any document which contains provisions by which the consumer waives any rights under P.L. , c. (C.) (pending before the Legislature as this bill).
 - i. A ¹ [contractor who] business that ¹ in the ordinary course of business regularly uses a language other than English in any advertising or other solicitation of consumers, or in any printed forms for use by consumers, or in any face-to-face negotiations with consumers, shall deliver two copies of the receipt to a consumer whose principal language is not English, one in English and one in the other language.
- j. A contract for home improvement, home elevation, or both types of services for work needed by the consumer to meet a bona fide emergency, where the contact with the ¹[contractor] registered

- business¹ was initiated by the consumer, shall not be subject to the cancellation provisions of subsection c. of this section, if the consumer furnishes the ¹[contractor] registered business¹ with a statement separate from the contract, in a form approved by the board, dated and signed by the consumer, describing the situation requiring immediate remedy and expressly acknowledging and waiving the right to cancel the contract within three business days.
 - k. No ¹[contractor] registered business ¹ shall request or accept a certificate of completion signed by the consumer prior to the actual completion of the work to be performed under a contract for home improvement, home elevation, or both types of services.
 - ¹I. Any contract for home improvement or home elevation services valued at a minimum of \$120,000 and requiring the submittal of plans with more than one subcode shall include, in a clear and conspicuous manner, the name of the principal home improvement contractor or principal home elevation contractor assigned to oversee the performance of services. ¹

22. (New section) A county or municipal office of consumer affairs established pursuant to P.L.1975, c.376 (C.40:23-6.47 et seq.), that enters into a written agreement with the board in the form specified by the board to accept consumer complaints, directly or on a referral basis, and enforce P.L., c. (C.) (pending before the Legislature as this bill) against contractors or registered businesses whose principal place of business is in the county or municipality, shall be entitled to a share of fees paid by contractors or registered businesses having their principal place of business in the county or municipality as determined by the board by regulation, which cost shall be reflected in the licensing and registration fees established by the board.

- 23. (New section) a. Any individual seeking to convert a home improvement contractor license into a home elevation license may do so by submitting documentation, as prescribed by the board, demonstrating:
- (1) at least two years of experience working on home elevations under ¹ [the direct supervision of] ¹ a home elevation contractor who is licensed pursuant to section 7 of P.L. , c. (C.) (pending before the Legislature as this bill) or qualifies for licensure pursuant to section 16 of P.L. , c. (C.) (pending before the Legislature as this bill);
- (2) that the individual has not had a home improvement contractor license or registration or a home elevation contractor license or registration revoked or suspended; and
- 45 (3) that the ¹ [place of employment] registered business ¹ of the 46 contractor maintains cargo or other insurance covering home 47 elevation services as required pursuant to section 8 of P.L. , c. 48 (C.) (pending before the Legislature as this bill).

b. The board may charge applicable fees to convert a license from home improvement to home elevation.

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- 4 24. Section 1 of P.L.1971, c.60 (C.45:1-2.1) is amended to read 5
 - as follows: 1. The provisions of this act shall apply to the following boards
- 7 and commissions: the New Jersey State Board of Accountancy, the 8 New Jersey State Board of Architects, the New Jersey State Board
- 9 of Cosmetology and Hairstyling, the Board of Examiners of
- 10 Electrical Contractors, the New Jersey State Board of Dentistry, the
- 11 State Board of Mortuary Science of New Jersey, the State Board of
- 12 Professional Engineers and Land Surveyors, the State Board of
- 13 Marriage and Family Therapy Examiners, the State Board of
- 14 Medical Examiners, the New Jersey Board of Nursing, the New
- 15 Jersey State Board of Optometrists, the State Board of Examiners of
- 16 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of
- 17 Pharmacy, the State Board of Professional Planners, the State Board
- 18 of Psychological Examiners, the State Board of Examiners of
- 19 Master Plumbers, the New Jersey Real Estate Commission, the
- 20 State Board of Court Reporting, the State Board of Veterinary
- 21 Medical Examiners, the Radiologic Technology Board of
- 22 Examiners, the Acupuncture Examining Board, the State Board of
- 23 Chiropractic Examiners, the State Board of Respiratory Care, the
- 24 State Real Estate Appraiser Board, the State Board of Social Work
- 25 Examiners, the State Board of Examiners of Heating, Ventilating,
- 26 Air Conditioning and Refrigeration Contractors, the Elevator,
- 27 Escalator, and Moving Walkway Mechanics Licensing Board, the
- 28 State Board of Physical Therapy Examiners, the Orthotics and
- 29 Prosthetics Board of Examiners, the New Jersey Cemetery Board,
- 30 the State Board of Polysomnography, the New Jersey Board of
- 31 Massage and Bodywork Therapy, the Genetic Counseling Advisory
- Committee, the State Board of Dietetics and Nutrition, the New 32
- 33 Jersey State Board of Home Improvement and Home Elevation
- 34 Contractors, and any other entity hereafter created under Title 45 to
- 35 license or otherwise regulate a profession or occupation.
- 36 (cf: P.L.2019, c.331, s.16)

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- 38 25. Section 2 of P.L.1971, c.60 (C.45:1-2.2) is amended to read 39 as follows:
- 40 2. a. All members of the several professional boards and
- 42 prescribed by law; except in appointing members other than those

commissions shall be appointed by the Governor in the manner

- 43 appointed pursuant to subsection b. or subsection c., the Governor
- 44 shall give due consideration to, but shall not be bound by,
- 45 recommendations submitted by the appropriate professional
- 46 organizations of this State.
- b. In addition to the membership otherwise prescribed by law, 47
- 48 the Governor shall appoint in the same manner as presently
- 49 prescribed by law for the appointment of members, two additional

members to represent the interests of the public, to be known as public members, to each of the following boards and commissions: the New Jersey State Board of Accountancy, the New Jersey State Board of Architects, the New Jersey State Board of Cosmetology and Hairstyling, the New Jersey State Board of Dentistry, the State Board of Mortuary Science of New Jersey, the State Board of Professional Engineers and Land Surveyors, the State Board of Medical Examiners, the New Jersey Board of Nursing, the New Jersey State Board of Optometrists, the State Board of Examiners of Ophthalmic Dispensers and Ophthalmic Technicians, the Board of Pharmacy, the State Board of Professional Planners, the State Board of Psychological Examiners, the New Jersey Real Estate Commission, the State Board of Court Reporting, the State Board of Social Work Examiners, the Elevator, Escalator, and Moving Walkway Mechanics Licensing Board, and the State Board of Veterinary Medical Examiners, and one additional public member to each of the following boards: the Board of Examiners of Electrical Contractors, the State Board of Marriage and Family Therapy Examiners, the State Board of Examiners of Master Plumbers, [and] the State Real Estate Appraiser Board, and the New Jersey State Board of Home Improvement and Home Elevation Contractors. Each public member shall be appointed for the term prescribed for the other members of the board or commission and until the appointment of his successor. Vacancies shall be filled for the unexpired term only. The Governor may remove any such public member after hearing, for misconduct, incompetency, neglect of duty or for any other sufficient cause.

No public member appointed pursuant to this section shall have any association or relationship with the profession or a member thereof regulated by the board of which he is a member, where such association or relationship would prevent such public member from representing the interest of the public. Such a relationship includes a relationship with members of one's immediate family; and such association includes membership in the profession regulated by the board. To receive services rendered in a customary client relationship will not preclude a prospective public member from appointment. This paragraph shall not apply to individuals who are public members of boards on the effective date of this act.

It shall be the responsibility of the Attorney General to insure that no individual with the aforementioned association or relationship or any other questionable or potential conflict of interest shall be appointed to serve as a public member of any board regulated by this section.

Where a board is required to examine the academic and professional credentials of an applicant for licensure or to test such applicant orally, no public member appointed pursuant to this section shall participate in such examination process; provided, however, that public members shall be given notice of and may be present at all such examination processes and deliberations

concerning the results thereof, and, provided further, that public members may participate in the development and establishment of the procedures and criteria for such examination processes.

- c. The Governor shall designate a department in the Executive Branch of the State Government which is closely related to the profession or occupation regulated by each of the boards or commissions designated in section 1 of P.L.1971, c.60 (C.45:1-2.1) and shall appoint the head of such department, or the holder of a designated office or position in such department, to serve without compensation at the pleasure of the Governor as a member of such board or commission.
- d. A majority of the voting members of such boards or commissions shall constitute a quorum thereof and no action of any such board or commission shall be taken except upon the affirmative vote of a majority of the members of the entire board or commission.

(cf: P.L.2012, c.71, s.14)

¹[26. Sections 3 through 6 and sections 24 and 25 shall be effective immediately, but remain inoperative until the Governor appoints board members, by the first day of the tenth month next following enactment, for the purposes of promulgating rules and regulations pursuant to the "Administrative Procedures Act," P.L.1968, c.410 (C.52:14B-1 et seq.) to effectuate the purposes of this act. Sections 1, 2, and 7 through 23 shall be effective on the first day of the twenty-fifth month next following enactment. The director may take such anticipatory administrative action in advance thereof as shall be necessary for implementation of this act.]¹

- ¹26. (New section) a. Each licensee shall complete not less than six hours of continuing education requirements as a condition of licensure renewal pursuant to P.L., c. (C.) (pending before the Legislature as this bill).
 - b. The board shall:
- (1) approve continuing education courses, course providers, and instructors. Entities approved by the board as home improvement or home elevation contractor instructors, pursuant to sections 26 through 30 of P.L., c. (C.) (pending before the Legislature as this bill), shall be deemed approved providers of continuing education courses. Building, construction, contracting and related professional trade associations that qualify under the standards to be established by the board as approved providers may offer approved continuing education courses;
- (2) confer continuing education credits for courses completed in other states or jurisdictions of the United States on topics approved by the board as appropriate for elective courses, provided that the courses have been approved as continuing education courses by the agency exercising regulatory authority over home improvement or

- home elevation contractors in the other state or jurisdiction of the
 United States and that satisfactory evidence of the licensees'
 attendance at and completion of the courses is provided to the board
 by the course provider;
 - (3) confer continuing education credits for courses offered in this State on topics deemed of a timely nature but which have not been granted prior approval by the board, provided that the courses are advertised prior to the time of offering as not having been approved, the course provider eventually submits and receives approval of the course offering, and satisfactory evidence of the licensee's attendance at and completion of the course is provided to the board by the course provider;
 - (4) set parameters for the auditing and monitoring of course providers;
 - (5) establish, by regulation, the amount of the application fee payable for continuing education course providers approved by the board and providers seeking approval and individuals seeking approval as instructors of a continuing education course. These fees shall be non-refundable and shall be in amounts which do not exceed the costs incurred by the board to review these applications;
 - (6) waive or grant an extension to comply with continuing education requirements, in whole or in part, on the grounds of illness, emergency, hardship or active duty military service; and
 - (7) confer continuing education credits upon a licensee who is approved by the board as an instructor of an approved continuing education course offered by an approved provider. Licensees approved by the board to instruct an approved continuing education course shall receive twice the credit conferred upon those licensees attending the course. Regardless of the number of times during a biennial licensure term that the same approved course is taught by that licensee, that licensee shall receive double the continuing education credit for that course only once to satisfy part of the continuing education requirement for the renewal of their license. ¹

¹27. (New section) a. Continuing education courses may be delivered in a classroom setting or, to the extent practicable, offered via the Internet or video modalities, subject to the approval by the board of the providers and the content of the courses and of the measures utilized to ensure the security and integrity of the course delivery process. The board may approve continuing education courses which include periodic progress assessments and the achievement of a satisfactory level of performance by the licensee on progress assessments as a condition to continuing to a succeeding segment of the course. The board shall not require, as a condition of the receipt of credit for attendance at any continuing education course, that a licensee pass a comprehensive examination testing the licensee's knowledge of the entire course content.

1	h A licenses may fulfill all continuing advection requirements
1	b. A licensee may fulfill all continuing education requirements
2	in-person, via the Internet or video modalities, or through a
3	combination of these options. ¹
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5	¹ 28. (New section) Continuing education requirements, as set
6	forth by the board, shall be completed on or before the date the
7	biennial license expires. Any licensee required to complete
8	continuing education requirements who fails to do so prior to the
9	date of expiration of a biennial license term shall be subject to a
10	reasonable processing fee, as determined by the board, of not more
11	than \$200, unless a waiver was granted by the board pursuant to
12	paragraph (6) of subsection b. of section 26 of P.L. , c. (C.)
13	(pending before the Legislature as this bill).
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15	¹ 29. (New section) a. Not less than 50 percent of the
16	continuing education courses of study that licensees are required to
17	complete as a condition for licensure renewal shall demonstrate
18	significant intellectual or practical content and deal with matters
19	directly related to home improvement or home elevation
20	contracting, workforce safety, or the business of running a company
21	in the home improvement or home elevation industry or trade. In no
22	event shall the board require that courses in these core topics
23	comprise more than 60 percent of the total continuing education
24	hours required for the renewal of any license.
25	b. In the case of continuing education courses and programs,
26	each hour of instruction shall be equivalent to one credit. ¹
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28	¹ 30. (New section) Course providers shall maintain records of
29	the successful completion of continuing education courses by
30	licensees and shall transmit this data to the board in a manner as
31	directed by the board. ¹
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33	¹ 31. Sections 3 through 6 and sections 24 and 25 of this act shall
34	be effective immediately, but sections 3, 4 and 6 shall remain
35	inoperative until such time as provided in section 5. Sections 1, 2,
36	7 through 23, and 26 through 30 shall be effective on the first day
37	of the twenty-fifth month next following enactment. The director
38	and the board may take such anticipatory administrative action in
39	advance thereof as shall be necessary for implementation of this
40	act. ¹