### SB101 ENROLLED



# ACT #2024 - 310

- 2 F7XGDDC-2
- 3 By Senators Kelley, Elliott, Kitchens, Sessions, Carnley,
- 4 Shelnutt, Orr, Figures, Beasley, Bell, Jones
- 5 RFD: Fiscal Responsibility and Economic Development
- 6 First Read: 14-Feb-24





Enrolled, An Act, 1 2 3 4 Relating to the Board of Heating, Air Conditioning, and Refrigeration Contractors; to amend Sections 34-31-18, 5 6 34-31-24, 34-31-25, 34-31-28, 34-31-30, 34-31-32, and 7 34-31-34, Code of Alabama 1975, to further provide for the 8 Board of Heating, Air Conditioning, and Refrigeration 9 Contractors; to remove provisions governing apprentices; to 10 allow an increase in the maximum amount of a performance bond; to allow contractors to perform electrical work incidental to 11 12 the installation, service, or repair of residential heating 13 and air conditioning systems; and to make nonsubstantive, 14 technical revisions to update existing code language to 15 current style. 16 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: 17 Section 1. Sections 34-31-18, 34-31-24, 34-31-25, 18 34-31-28, 34-31-30, 34-31-32, and 34-31-34, Code of Alabama 19 1975, are amended to read as follows: 20 "§34-31-18 21 For the purposes of this chapter, the following terms shall—have the following meanings—herein—ascribed to them 22 23 unless the context clearly indicates otherwise: 24 (1) ADMINISTRATIVE PROCEDURE <del>LAW</del>ACT. Sections 41-22-1 25 through 41-22-27, Chapter 22 of Title 41 and any subsequent amendment or supplement thereto, and any rules or regulations 26

(2) APPRENTICE. A person other than a certified

promulgated theretoadopted thereunder.

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29	heating, air conditioning, or refrigeration contractor, who is
30	engaged in learning and assisting in the installation,
31	service, or repair of a heating, air-conditioning, or
32	refrigeration system and working under the direct supervision
33	of a certified heating, air conditioning, or refrigeration
34	contractor, and who has successfully fulfilled the voluntary
35	registration requirements of the board and has been duly
36	registered by the board as such for the current year.
37	$\frac{(3)}{(2)}$ BOARD. The State Board of Heating, Air
38	Conditioning, and Refrigeration Contractors, herein
39	established.
40	$\frac{(4)}{(3)}$ CERTIFICATION or LICENSE. The process of testing
41	to determine the knowledge and skill of an individual with
42	respect to heating, air conditioning, and refrigeration. This
43	term is used herein interchangeably with the term "license."
44	(5) (4) CERTIFIED HEATING AND AIR CONDITIONING
45	CONTRACTOR. Any and all legal entities person engaged in the
46	business of heating and air conditioning contracting and
47	installation or service and repair.
48	$\frac{(6)}{(5)}$ CERTIFIED REFRIGERATION CONTRACTOR. Any and all
49	legal entities person engaged in the business of refrigeration
50	contracting and servicing, installation, and repair.
51	(7) (6) DUCT AIR TIGHTNESS TESTING CONTRACTOR. Any
52	individual who engages person engaged in the practice of
53	testing and verifying duct air tightness in conjunction with
54	the installation, service, or repair of a heating and air
55	conditioning system.

(8) (7) HEATING AND AIR CONDITIONING SYSTEMS OR SYSTEM.



- 57 A heating and/or or cooling apparatus consisting of an air
- heating—and/or or cooling fixture from pipes, plenums, or
- 59 blowers, including any accessory and equipment installed in
- 60 connection herewith within the system.; specifically excluding
- 61 The term does not include window units, automotive, or farm
- 62 implement type heating or and/or air conditioning equipment.
- 63  $\frac{(9)}{(8)}$  INSTALLATION. The act of setting up or
- 64 installing a heating and air conditioning system or
- 65 refrigeration system for operation and use.
- (9) PERSON. Includes an individual, firm, partnership,
- 67 or corporation.
- 68 (10) REFRIGERATION. The use of mechanical or absorption
- 69 equipment to control temperature, humidity, or both, in order
- 70 to satisfy the intended use of a specific space, other than
- 71 for human comfort.
- 72 (11) REFRIGERATION TRADE OR BUSINESS. Includes any and
- 73 all Any individual and legal entities entity engaged in the
- 74 installation, maintenance, servicing, and repairing of
- 75 refrigerating machinery, equipment, devices, and components.
- 76 (12) REGULARLY EMPLOYED PERSON. A personAn individual
- 77 who—is meets all of the following conditions:
- a. Is an actual employee of the business, not an
- 79 independent contractor. The person must work
- b. Works an average of 30 or more hours per week for
- 81 the heating, air conditioning, or refrigeration business.
- 82 c. Is A regularly employed person must not be paid as
- 83 an independent contractor.
- d. and must receiveReceives a Form W-2, Wage and Tax



- 85 Statement, for all earnings.
- 86 (13) RESPONSIBLE CHARGE. The direction of projects
- 87 involving the installation or service and repair of heating,
- 88 air conditioning, and refrigeration systems requiring
- initiation, professional skills, technical knowledge, and
- 90 independent judgment.
- 91 (14) SERVICE AND REPAIR. The act of maintaining for
- 92 operation a heating, air conditioning, or refrigeration system
- 93 which that has previously been installed, including parts
- 94 replacement within a piece of equipment."
- 95 "\$34-31-24
- 96 (a) (1) No-individual, partnership, or corporation shall
- 97 person may advertise, solicit, bid, obtain permits, do
- 98 business, or perform the function of a certified contractor
- 99 unless the person or persons in responsible charge, as defined
- 100 in Section 34-31-18, are is a certified contractorscontractor.
- 101 (2) Every contractor licensed under this chapter shall
- 102 display the contractor's certification number and the company
- name on any and all documentation, forms of advertising, and
- 104 on all service and installation vehicles used in conjunction
- 105 with heating, air conditioning, and refrigeration contracting.
- 106 (3) A contractor licensed under this chapter may not
- 107 permit the use of his or her license by any other
- 108 <del>persons</del>person.
- 109 (4) No official—charged with—the—duty of issuing who
- 110 issues licenses to any individual, partnership, or corporation
- 111 person to operate a business as a certified contractor shall
- 112 <u>may</u> issue <del>such</del>a license unless there is presented for



- inspection a certificate of qualification—as provided for

  herein issued by the board to the individual or to—some the
- person in responsible charge with the partnership or
- 116 corporation.
- 117 (b) The following requirements apply to the practice of testing or verifying duct air tightness:
- (1) Any individual who engages in the practice of testing and verifying duct air tightness is required to register with the board. Such The individuals shall not be are not required to become a certified heating and air
- conditioning contractor, but shall complete training as set
- forth by this subsection. The board shall maintain a list of
- 125 individuals who are registered duct envelope testing
- 126 contractors in the practice of testing and verifying duct air
- 127 tightness and leakage. The board may establish fees to be paid
- 128 by registrants. All fees must accompany the application for
- 129 registration and are nonrefundable. All registrations must be
- renewed by December 31 of each year—beginning in 2016. The
- 131 board may establish a late fee for those individuals failing
- 132 to renew <u>by December 31.</u>
- 133 (2) Any board certified heating and air conditioning
- 134 contractor $\underline{\,\prime\,}$  or home builder licensed by the Alabama Home
- 135 Builders Licensure Board, seeking to register as a duct
- 136 tightness tester for the purposes of testing ducts on his or
- 137 her own project or on a third party basis for the general
- 138 public, must successfully complete the Residential Energy
- 139 Services Network Home Energy Rating Systems (HERS) Rater
- 140 training, the Building Performance Institute Building Analyst



- 141 (BPI) training, or the Home Builders Association of Alabama
- 142 Qualified Credentialed Air Tightness Verifier (QCATV)
- 143 training. Any applicant that is not a board certified
- 144 contractor or a licensed home builder seeking to register as a
- duct tightness tester for the purposes of testing duct work on
- a third party basis for the general public, must successfully
- 147 complete the Residential Energy Services Network Home Energy
- 148 Rating System (HERS) Rater training or the Building
- 149 Performance Institute Building Analyst (BPI) training. Each
- applicant must submit verification that he or she has
- 151 successfully completed the training required by at least one
- of the above listed programs to the board prior to receiving
- 153 the registration in order to be added to the list of
- registered individuals. Each registrant must submit proof of
- 155 completion, approved by the Home Builders Association of
- 156 Alabama, prior to annual re-registration by the board.
- 157 (3) The board may discipline any registrant who fails
- to conduct air tightness testing to the standards set forth by
- 159 the board. Discipline for registrants may include any and all
- 160 penalties authorized by this chapter."
- 161 "§34-31-25
- (a) (1) For the purpose of defraying the expense in
- 163 carrying out the provisions of this chapter, the board may fix
- 164 fees to be paid for the issuance, reissuance, and replacement
- of certificates, and for any other service provided by the
- board, but in no event shall the charges fixed by the board
- 167 exceed two hundred fifty dollars (\$250). The inactive fees may
- 168 be waived for building officials or inspectors, as defined by



- the International Code Council. All fees fixed by the board
  must accompany the application, and no part of the fees shall
  be refunded. The fees shall be received by the board and held
  solely for the purpose of paying the expense of carrying out
  the provisions of this chapter.
- 174 (2) Renewal fees shall be established by the board as
  175 to insure ensure adequate funding to support the board. Fees
  176 shall not exceed two hundred fifty dollars (\$250) per year.
  177 The amount of these fees shall be established by the board on
  178 an annual basis to provide adequate funding to support the
  179 board and to pay the expenses incurred for applications,
  180 examinations, and/or renewals of licenses.
- 181 (b) Fees for apprentice registration and annual renewal
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  182 fees—shall not exceed fifty-dollars (\$50).
- 183 (c) (b) All penalties collected by the board shall be used in the same manner and for the same purpose as fees.
- 185 (d) (c) Fees for Duct Envelope Testing Contractors

  186 application and annual renewal shall not exceed one hundred

  187 dollars (\$100)."
- 188 "§34-31-28
- 189 (a) All prospective certified contractors in this state 190 desiring seeking to qualify in accordance with the provisions 191 of this chapter shall be required to stand for a written 192 examination before the board. Any applicant failing to pass 193 his or her first examination for a certificate shall be 194 entitled tomay take any subsequent examination, either written 195 or, upon request of the applicant, a practical examination 196 which is equivalent to the written examination, to be held



197 within six months from the date of his or her—first or latest
198 unsuccessful examination.

- (b) The board shall register every person who may apply for an apprentice heating, air conditioning, or refrigeration registration certificate upon forms provided by the board and upon payment of all prescribed fees.
- (c) (b) The board shall examine the character, fitness, and qualifications of every personindividual who applies for a certified heating, air conditioning, or refrigeration contractor license upon forms prescribed by the board and upon payment of all prescribed fees.
- (d) (c) An applicant for examination for a heating, air conditioning, or refrigeration certified contractor license shall be eligible to stand for the examination if the applicant has held an apprentice registration, issued by this board, for two or more calendar years; or has—completed 3,000 hours of coursework or work experience, as defined by the board; or is a graduate of an approved heating, air conditioning, or refrigeration curriculum.
- (e) All legal entities engaged in the refrigeration business for a period of two years prior to May 13, 2009, may apply to the board for a certified refrigeration contractor license without standing for a written examination. The applicant shall provide evidence of such experience to the board as promulgated in the rules of the board. An applicant who does not apply for such certification by December 31, 2011, must stand for the written-examination.
- $\frac{(f)}{(d)}$  Counties, municipalities, or other local





225 entities are hereby prohibited from requiring any further
226 local testing or <u>satisfaction of other requirements of by</u>
227 certified contractors, subject to the payment of any

228 applicable local privilege, license, or business fees or

229 charges.

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- (g) (e) Persons Individuals licensed by the Alabama Liquefied Petroleum Gas Board are exempt from this chapter pertaining to heating, air conditioning, and refrigeration when:
- of a liquefied petroleum gas appliance so long as the
  appliance is not connected to a refrigeration system, except
  provided that such persons the individuals may also engage in
  the replacement or repair of a liquefied petroleum gas central
  heating unit when it is combined with an air conditioning
  unit.
  - (2) Engaged in the installation of a venting system required for a vented-type liquefied petroleum gas appliance.
- 243 (h) (f) This chapter does not apply to any of the following:
  - (1) An authorized employee of the United States,—the State of Alabama this state, or any municipality, county, or other political subdivision, if the employee does not hold himself or herself out for hire or otherwise engage in contracting except in accordance with his or her employment.
- 250 (2) Any mobile home or manufactured structure that is 251 installed, inspected, or regulated by the Alabama Manufactured 252 Housing Commission; however, the repair, servicing of a



- heating and air conditioning system, or the installation of a new heating and air conditioning system in a previously inspected manufactured structure is subject to this chapter.
  - (3) Persons Individuals performing work on motor vehicles, residential refrigerators, or ice machines.
    - (4) Household appliances.
- 259 (5) Farm equipment.
- 260 (6) Poultry operations whether engaged in hatching,
  261 primary processing, or further processing of chicken, turkey,
  262 or other fowl."
- 263 "\$34-31-30

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The board may require a performance bond in the amount

of fifteen thousand dollars (\$15,000) not to exceed twenty-five

thousand dollars (\$25,000) per year for all active certified

contractors. There shall be no discrimination between

contractors similarly situated, and each classification of

regulated contractors for bonding purposes must be reasonable

in light of considering the purpose of the bond."

- 271 "\$34-31-32
- 272 (a) Except as provided in Section 13A-9-111.1, any
  273 personindividual engaged in business as a certified contractor
  274 or performing the functions of a certified contractor in
  275 violation of this chapter shall be guilty of a Class A
  276 misdemeanor, as defined by the state criminal code.
- 277 (b) The board may impose late penalties on those
  278 certified contractors who fail to renew certificates by
  279 December 31 of each year. The board may also remove the
  280 certification from any certified personindividual who fails to



281 renew his or her certificate by the first day of March and 282 require the person individual to apply for a new certificate. 283 Furthermore, the board may remove, revoke, or suspend the 284 certification from any certified contractor who provides 285 substandard-or dangerous service, repair, or installation, or 286 who otherwise violates this chapter, and may require such 287 person to apply for a new certification. The board may also 288 require the successful re-testing of any such previously 289 certified personindividual who applies for a new certification. 290

- (c) The board may reprimand, in writing, any certified contractor who provides substandard or dangerous service, repair, or installation, or who otherwise violates this chapter.
- 295 (d) The board may remove, revoke, or suspend the
  296 certification of any certified contractor who provides
  297 substandard or dangerous service, repair, or installation, or
  298 who otherwise violates this chapter, and may require any
  299 previously certified individual to apply for a new
  290 certification.

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(d) (e) The board may levy and collect administrative fines for—serious violations of this chapter or the rules of the board of not more than two thousand dollars (\$2,000) for each violation.

(c) (f) (1) In addition to or in lieu of the criminal penalties and administrative sanctions provided in this chapter, the board may issue an order to any person, firm, or corporation engaged in any activity, conduct, or practice



constituting that is a violation of this chapter, directing
the person, firm, or corporation to cease and desist from the
activity, conduct, practice, or performance of any work then
being donein progress or about to be commenced. The order
shall be issued in the name of the State of Alabama this state
under the authority of the board.

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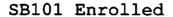
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(2) If the person, firm, or corporation fails to immediately comply with the whom the board directs a cease and desist order, does not cease or desist the prescribed activity, conduct, practice, or performance of work immediately, the board shall-cause to issue in petition any court of competent jurisdiction and proper venue, to issue a writ of injunction enjoining the person, firm, or corporation from engaging in any activity, conduct, practice, or performance of work prohibited by this chapter. Upon a sufficient showing by the board that the person, firm, or corporation has engaged or is engaged in any activity, conduct, practice, or performance of work prohibited by this chapter, the courtscourt shallmay issue a temporary restraining order restraining to enjoin the person, firm, or corporation from engaging in such unlawful activity, conduct. practice, or the performance of work pending the hearing on a preliminary injunction, and in due course. After a hearing, the court may issue a permanent injunction shall issue after the hearing, commanding the cessation of the unlawful activity, conduct, practice, or performance of work complained of, all without the necessity of the board having to give bond. A temporary restraining order, preliminary injunction,





or permanent injunction issued pursuant to this subsection shall not be subject to being released on bond.

- (\$2,000) plus costs for each offense. Anyone violating this chapter who fails
- (4) Any failure to cease work, after a hearing and notification from the board, shall not be eligible render an individual ineligible to apply for a certified contractor's license for a period not to exceed one year from the date of official notification to cease work. The board may withhold approval, for up to six months, of any application from anyone any individual who, prior to the application, has been found in violation of this chapter."

351 "\$34-31-34

- Any appeals to the chapter shall be as defined by the
  Alabama Administrative Procedure Act, Chapter 22 of Title 41.

  Any judicial review pursuant to the Alabama Administrative

  Procedure Act must be filed, commenced, and maintained in the
  Circuit Court of Montgomery County, Alabama."
- Section 2. This act shall become effective on October 358 1, 2024.



	President and Presiding Officer of the Senate
	HHT TOWN
	May In
	,
	Speaker of the House of Representatives
SB101	
	27-Feb-24
the Sen	y certify that the within Act originated in and
cue seu	ace.
	Patrick Harris,
	Secretary.
House o	f Representatives
	and passed: 30-Apr-24
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Alabama Secretary Of State

Act Num...: 2024-310 Bill Num...: S-101

ORIGINAL
Senate Bill No. (1)
Project No GPDK454-1

HOUSE ACTION	DATE:	This bill having been referred by the House to its standing committee on  Was acted upon by such Committee in session, and returned therefrom to the House with the recommendation that it be Passed,  Wand(s)  Wand(s)  Wight(s)  Wight(s)	DATE: < (-5, -5, 20.23)  RF	DATE: 20	I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill, SB [C].  YEAS CIC. NAVS COUNTREADWELL, JOHN TREADWELL, Clerk
SENATE ACTION	DATE: 7.14 20.24 RD 1 RFD FRES	This Bill was referred to the Standing Committee of the Senate on FRED  and was acted upon by such Committee in session and is by order of the Committee in returned therefrom with a favorable report wand(s) weas the day of Feb 20 24 this 21st day of Feb 20 24	DATE: 2-21 2014 RF	I hereby certify that the Resolution as required in Section C of Act No. 81-889 was adopted and is attached to the Bill. SB 101.  yeas 2 abstain 2 abstain 2 abstain 2 secretary	PASSED ☐ PASSED AS AMENDED ☐ yeas ☐ nays ☐ abstain ☐ And was ordered sent forthwith to the House.  PATRICK HARRIS, Secretary
:PONSOR	So-sironsons	The same	11 Mar 2002 28		15 17 34 18 35

FURTHER HOUSE ACTION (OVFR)

FURTHER SENATE ACTION (OVER)