45:14H-1 TO 45:14H-12

LEGISLATIVE HISTORY CHECKLIST

Compiled by the NJ State Law Library

- LAWS OF: 2012 CHAPTER: 71
- **NJSA:** 45:14H-1 to 45:14H-12 (Provides for licensure of elevator, escalator, and moving walkway mechanics by State board)
- BILL NO: S612 (Substituted for A1519)
- SPONSOR(S) Sweeney and others
- DATE INTRODUCED: January 10, 2012
- **COMMITTEE: ASSEMBLY:** Appropriations
 - SENATE: Community and Urban Affairs
- AMENDED DURING PASSAGE: Yes
- DATE OF PASSAGE:ASSEMBLY:October 18, 2012
 - SENATE: October 25, 2012
- DATE OF APPROVAL: December 3, 2012

FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL TEXT OF BILL (Second Reprint enacted)

S612	SPONSOR'S STATEMENT: (Begins on page 12 of introduced bill)		
	COMMITTEE STATEMENT:	ASSEMBLY:	Yes
		SENATE:	Yes

(Audio archived recordings of the committee meetings, corresponding to the date of the committee statement, *may possibly* be found at www.njleg.state.nj.us)

	FLOOR AMENDMENT STATEMENT:		No	
	LEGISLATIVE FISCAL NOTE:		Yes	
	LEGISLATIVE FISCAL ESTIMATE:		Yes	
A1519				
	SPONSOR'S STATEMENT: (Begins on page 12	of original bill)	Yes	
	COMMITTEE STATEMENT:	ASSEMBLY:	Yes	Regulated Professions Appropriations
		SENATE:	No	

FLOOR AMENDMENT STATEMENT:	No	
LEGISLATIVE FISCAL ESTIMATE:	Yes	
VETO MESSAGE:	No	
GOVERNOR'S PRESS RELEASE ON SIGNING:	No	
FOLLOWING WERE PRINTED: To check for circulating copies, contact New Jersey State Government Publications at the State Library (609) 278-2640 ext.103 or <u>mailto:refdesk@njstatelib.org</u>		
REPORTS:	No	
HEARINGS:	No	
NEWSPAPER ARTICLES:	No	

LAW/KR

Title 45. Subtitle 1. Chapter 14H. (New) Elevator, Escalator and Moving Walkway Mechanics §§1-12 -C.45:14H-1 to 45:14H-12 §18 - Note

P.L.2012, CHAPTER 71, approved December 3, 2012 Senate, No. 612 (Second Reprint)

AN ACT concerning the licensing of persons responsible for the
 installation, repair, or maintenance of elevators, escalators, and
 moving walkways, supplementing chapter 14 of Title 45 of the
 Revised Statutes and amending various parts of the statutory law.

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

7 8

6

9 1. (New section) The Legislature finds and declares that the 10 citizens and residents of the State of New Jersey are entitled to the 11 maximum protection practicable when using elevator, escalator, and 12 moving walkway devices, and that the protection can be increased 13 by requiring appropriate training and experience for persons 14 installing, repairing, and maintaining those devices. It is therefore 15 necessary for the public good to establish standards of education, training, and experience for these installers and mechanics and to 16 17 provide for their appropriate examination and certification.

18

19 2. (New section) There is created within the Division of Consumer Affairs in the Department of Law and Public Safety the 20 Elevator, Escalator, and Moving Walkway ²[Contractors] 21 Mechanics² Licensing Board. Members of the board shall be 22 appointed by the Governor. The board shall consist of seven 23 24 members who are residents of the State of New Jersey. In addition 25 to the two public members appointed to represent the interests of the public pursuant to the provisions of subsection b. of section 2 of 26 27 P.L.1971, c.60 (C.45:1-2.2) and who shall be representatives of 28 municipal government, one member shall be from a department in the Executive Branch of State Government, who shall serve without 29 EXPLANATION – Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

Matter enclosed in superscript numerals has been adopted as follows: ¹Senate floor amendments adopted June 25, 2012. ²Assembly AAP committee amendments adopted September 24, 2012. compensation at the pleasure of the Governor, and the remaining
 four members shall consist of the following:

One individual who represents the interests of a major elevator,
escalator, or moving walkway manufacturing company;

5 One individual who is primarily engaged in the business of 6 elevator, escalator, or moving walkway installation, alteration, 7 repair, or maintenance of those devices;

8 One individual who represents the interests of the elevator 9 architectural design community; and

10 One representative from a major labor organization that 11 represents elevator service ²[contractors] mechanics².

12 The Governor shall appoint each member, other than the State executive department member, for a term of four years, except that 13 14 of the members first appointed, other than the State executive 15 department member, three shall serve for a term of four years, two 16 shall serve for a term of three years, and one shall serve for a term 17 of two years, as determined by the Governor. Any vacancy in the 18 membership shall be filled for the unexpired term in the manner provided for the original appointment. No member of the board 19 may serve more than two successive terms in addition to any 20 21 unexpired term to which he has been appointed. The Governor may 22 remove any member of the board, other than the State executive 23 department member, for cause.

The board shall meet at such times as the board deems necessary,
and may form such committees as is deemed necessary for the
purpose of conducting disciplinary proceedings, or otherwise.

27

28 3. (New section) The Elevator, Escalator, and Moving
29 Walkway ²[Contractors] <u>Mechanics</u>² Licensing Board shall, in
30 addition to other powers and duties that it may possess by law:

a. Examine and pass on the qualifications of all applicants for
license subject to its jurisdiction, and issue a license to each
qualified successful applicant;

b. Examine, evaluate and supervise all examinations andprocedures;

36 c. Adopt a seal which shall be affixed to all licenses issued by37 it;

d. Adopt rules and regulations pursuant to the "Administrative
Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as it may
deem necessary to enable it to perform its duties under, and to
enforce, the provisions of this act;

42 e. Annually publish a list of the names and addresses of all43 persons who are licensed under this act;

f. Establish standards for continuing education, which at a
minimum shall include eight hours of instruction to be completed
within one year immediately preceding any license renewal; and

S612 [2R]

3

renewals, and other services performed pursuant to P.L.1974, c.46

g. Prescribe or change the charges for examinations, licensures,

3 (C.45:1-3.1 et seq.). 4 5 4. (New section) Any person desiring to obtain an elevator, escalator, and moving walkway ²[contractor's] <u>mechanic's</u>² 6 license, which shall authorize such licensee to install, ¹construct,¹ 7 8 alter, maintain, service, repair, or test elevators, escalators, and 9 moving walkways, shall make application for licensure to the 10 Elevator, Escalator, and Moving Walkway ²[Contractors] 11 Mechanics² Licensing Board, pay all the fees required in connection with the application, and be examined as required by section 6 of 12 ¹[P.L., c. (C. 13) (pending before the Legislature as this bill) 14 this act¹. 15 ¹No such license shall be required for any person who installs, ²constructs, ² alters, ²[maintains,]² services, repairs, ²[or]² tests, 16 ²or maintains² a chair lift device or stair lift device in a dwelling 17 unit.¹ 18 19 5. (New section) a. On or after the ²[effective]² date ²sections 20 5, 10, and 12^2 of ¹[P.L., c. (C.) (pending before the 21 Legislature as this bill) <u>this act 1 ²become operative²</u>, a person 22 23 shall not:

24 (1) install;

1 2

- 25 (2) construct;
- 26 (3) alter;
- 27 (4) service;
- 28 (5) repair;
- 29 (6) test; or
- 30 (7) maintain

elevator, escalator, or moving walkway devices, or use the title or 31 32 designation of "licensed" in any manner concerning these activities, unless licensed as an elevator, escalator, and moving walkway 33 mechanic² 34 ² contractor pursuant to the provisions of ¹[P.L., c. (C. 35) (pending before the Legislature as this bill) <u>this act</u>¹, or working under the supervision of a person so licensed, 36 such as an apprentice. ¹No such license shall be required for any 37 person who installs, constructs, alters, ²[maintains,]² services, 38 repairs, ²[or]² tests, ²or maintains² a chair lift device or stair lift 39 device in a dwelling unit.¹ 40

b. No person shall engage in the business of contracting or
advertise in any manner as an elevator, escalator, and moving
walkway ²[contractor] <u>mechanic</u>² or use the title or designation of
"licensed elevator ²[contractor] <u>mechanic</u>²," "licensed escalator
²[contractor] <u>mechanic</u>²," or "licensed moving walkway

S612 [2R]

4

²[contractor] <u>mechanic</u>²," unless duly licensed to act as such. ¹<u>The</u> 1 2 provisions of this subsection shall not apply to any person who installs, constructs, alters, ²[maintains,]² services, repairs, ²[or]² 3 tests, ²or maintains² a chair lift device or stair lift device in a 4 dwelling unit.¹ 5 A license issued pursuant to ¹[P.L., c. (C. 6 c.) (pending 7 before the Legislature as this bill)] this act¹ shall not be 8 transferable. d. Not less than 30 days and not more than 60 days prior to the 9 date set for the examination for a license as an elevator, escalator, 10 and moving walkway ²[contractor] <u>mechanic</u>², every person 11 12 desiring to apply for a license, who meets the qualifications as set 13 forth in this act, shall deliver to the board, personally or by certified 14 mail, return receipt requested, postage prepaid, a certified check or 15 money order payable to the Treasurer of the State of New Jersey in 16 the required amount, together with a written application required by 17 the board, completed as described in the application, and together 18 with proof that the applicant qualifies in accordance with this act. The qualifications for a ²[contractor's] <u>mechanic's</u>² license 19 20 under this act shall be as follows: The person shall be 21 or more 21 years of age and shall have been employed within the State in the 22 capacity of at least one of the elevator, escalator, and moving 23 walkway trade businesses set forth in subsection a. of this section 24 for a period of three years next preceding the application date for 25 the license. 26 The applicant, if registered as a builder with the Department of 27 Community Affairs, shall not be in any negative standing on the 28 registration list. An applicant shall be afforded an opportunity to 29 correct a negative standing, either by remedial action or by 30 reporting any inaccuracies for correction. 31 Proof of compliance with the qualifications, or those in lieu 32 thereof, shall be submitted to the board in writing, sworn to by the 33 applicant, and accompanied by two recent passport size color 34 photographs of the applicant. 35 6. (New section) a. Every elevator, escalator, and moving 36 walkway ²[contractor's] <u>mechanic's</u>² license examination shall be 37 substantially uniform and shall be designed so as to establish the 38 39 competence and qualifications of the applicant to perform the type 40 of work for which licensure is sought. The examination may be 41 theoretical or practical in nature, or both, and may be based on an 42 examination promulgated by a professional organization. Proof of 43 passage of the National Elevator Industry Educational Program 44 (NEIEP), or its successor organization's, examination shall be 45 sufficient to satisfy the examination requirement of this section. The 46 examination may be waived if the applicant provides adequate

5

proof to the board of employment as an elevator, escalator, ¹[or] and¹ moving walkway ²[contractor] <u>mechanic</u>² within the State for at least three years immediately prior to the date of application without the direct and immediate supervision of an elevator, escalator, and moving walkway ²[contractor] <u>mechanic</u>² licensed to do business within the State.

b. The examination shall be held at least four times a year, at
Trenton or other place the board deems necessary. Public notice of
the time and place of the examination shall be given by the board in
accordance with the "Senator Byron M. Baer Open Public Meetings
Act," P.L.1975, c.231 (C.10:4-6 et seq.).

c. No person who has failed the examination shall be eligible
to be reexamined for a period of six months from the date of the
examination failed by that person.

d. All applicants for elevator, escalator, and moving walkway
²[contractor's] <u>mechanic's</u>² licenses, renewals or reexaminations
shall pay a fee, established pursuant to regulation, for each license
issuance or renewal, or reexamination as determined by the board.

7. (New section) Elevator ²[contractors'] <u>mechanics</u>² licenses 20 shall be renewed biennially by the board upon written application of 21 22 the holder and payment of the prescribed fee and renewal of the bond required by section 12 of ¹[P.L. , c. 23 (C.) (pending before the Legislature as this bill)] this act¹. A license may be 24 renewed without reexamination, if the application for renewal is 25 made within 30 days next preceding or following the scheduled 26 27 expiration date. Any applicant for renewal making application at any time subsequent to the 30th day next following the scheduled 28 29 expiration date may be required by the board to be re-examined, and that person shall not continue to act as a licensed ²[contractor] 30 $\underline{\text{mechanic}}^2$ in the elevator trade, as described in this act, and no 31 32 firm, corporation or other legal entity for which the person is the 33 bona fide representative shall operate under a license in the elevator 34 trade, as described in this act, until a valid license has been secured 35 or is held by a bona fide representative.

Any license expiring while the holder is outside the continental 36 37 limits of the United States in connection with any project 38 undertaken by the government of the United States, or while in the 39 services of the Armed Forces of the United States, shall be renewed 40 without the holder being required to be reexamined, upon payment 41 of the prescribed fee at any time within four months after the 42 person's return to the United States or discharge from the armed 43 forces, whichever is later.

44

45 8. (New section) The board may in its discretion grant licenses
46 without examination to applicants so licensed by other states;
47 provided that equal reciprocity is provided for New Jersey licensed

S612 [2R]

6

²[contractors] <u>mechanics</u>² by the law of the applicant's domiciliary
 state and provided further that the domiciliary state's standards are
 equal to or comparable to those of this State.

4

5 9. (New section) Notwithstanding any other provision of this act to the contrary, the board shall, upon application to it and 6 7 submission of satisfactory proof and the payment of the prescribed fee within 12 months following the ²[effective]² date ²sections 5, 8 <u>10, and 12² of this act ²become operative²</u>, issue an elevator, 9 escalator, and moving walkway ²[contractor] mechanic² license 10 without examination to any person, provided proof of one of the 11 following subsections is provided: 12

a. ¹[proof] <u>Proof</u>¹ of acceptable work experience in the 13 elevator, escalator, and moving walkway industry in the 14 installation, construction, alteration, repair, maintenance, ¹service, ¹ 15 16 or testing, or any combination thereof, as verified through previous 17 and current employers and copies of filed income tax returns or W-18 2 or 1099 forms, and proof of successful passage of an examination 19 for elevator mechanics offered by a nationally recognized training 20 program for the elevator, escalator, and moving walkway industry, 21 such as the National Elevator Industry Educational Program or an 22 equivalent program; or

23 b. Proof of acceptable work experience by the applicant in the 24 elevator, escalator, and moving walkway industry in the 25 installation, construction, alteration, repair, maintenance, ¹service,¹ or testing, or any combination thereof, without direct and immediate 26 supervision, ¹<u>within the State for at least three years</u>, ¹ as verified by 27 28 previous and current employers or through building permits 29 reflecting the applicant's name, or a company for which the 30 applicant was an agent, or through proof of insurance or bonds 31 issued covering the applicant, or letters of reference from 32 construction code officials who have examined the applicant's work. 33

10. (New section) A contractor shall subcontract all elevator,
 escalator, and moving walkway installation work, unless the
 contractor holds an elevator, escalator, and moving walkway
 ²[contractor's] mechanic's² license to install those devices.

38

11. (New section) a. The license of an elevator ²[contractor]
<u>mechanic</u>² may be suspended for a fixed period, or may be revoked,
or the licensee may be censured, reprimanded or otherwise
disciplined, in accordance with the provisions and procedures
defined in ¹[P.L., c. (C.) (pending before the Legislature as
this bill)] this act¹, if after due hearing it is determined that the
licensee:

7

(1) Is guilty of any fraud or deceit in the licensee's activities as
 an elevator ²[contractor] <u>mechanic</u>², including making false
 statements as to a material matter in the application for the license,
 or has been guilty of any fraud, deceit, or bribery in procuring his
 license;

6 (2) Has failed to notify the board or the owner or lessee of an
7 elevator of a condition not in compliance with the elevator subcode
8 of the State Uniform Construction Code;

9 (3) Has aided and abetted a person who is not a licensed 10 elevator ²[contractor] <u>mechanic</u>² to engage in the activities of a 11 licensed elevator ²[contractor] <u>mechanic</u>², other than an approved 12 apprenticeship program;

(4) Has been guilty of unethical conduct as defined by rules
promulgated by the ¹[commission] <u>board</u>¹; or

(5) Has continued to practice without obtaining a licenserenewal as required by this act.

17 (1) The charges may be referred by any person, corporation, b. 18 association or public officer, or by the board in the first instance. A 19 copy thereof, together with a report of the investigation, shall be 20 referred to the board for a recommendation. The board shall review 21 the information, and determine whether action may be necessary. If 22 action may be considered against a licensee, the board shall provide 23 a hearing, and provide written notice thereof, either by registered 24 mail or personal service, at least 10 days prior to the date set for 25 such hearing, to the address of record of the licensee. The notice 26 shall set forth the time, date and location of the hearing, and shall 27 set forth a statement of the allegations constituting the grounds for 28 the charges against the licensee. The board shall make a 29 determination within 48 hours of the hearing whether the licensee 30 will be sanctioned.

31 (2) Any person whose license is revoked, suspended, or subject 32 to a civil penalty, may appeal the matter to the Office of Administrative Law for a hearing before an administrative law 33 34 judge, pursuant to the "Administrative Procedure Act," P.L.1968, c. 35 410 (C.52:14B-1 et seq.). For the purpose of this section, the 36 administrative law judge shall have power to issue subpoenas for 37 the appearance of witnesses, and to take testimony under oath. 38 Upon review of the record of the hearing, the reviewing entity may 39 affirm, modify or reject the written report and recommendation of 40 the board.

c. When the license of any person has been revoked or
annulled, as herein provided, the board may, after the expiration of
three years, accept an application for restoration of the license.

44

45 12. (New section) In addition to any other bonds that may be
46 required pursuant to contract, no elevator ²[contractor] mechanic²
47 licensed under this act shall undertake to do any construction work

8

in the State unless and until ²[he] the mechanic² shall have first 1 2 entered into a bond in favor of the State of New Jersey in a sum established by the board executed by a surety company authorized 3 4 to transact business in this State¹[,] and¹ approved by the Department of Banking and Insurance¹,¹ and to be conditioned on 5 the faithful performance of the provisions of this act. 6 No 7 municipality shall require any similar bond from any ² [construction] contractor] elevator mechanic² licensed under this act. The board 8 shall by rule and regulation provide who shall be eligible to receive 9 10 the financial protection afforded by the bond required to be filed by 11 this section. The bond shall be for the term of 12 months and shall be renewed at each expiration for a similar period. 12

13

14 13. Section 1 of P.L.1971, c.60 (C.45:1-2.1) is amended to read 15 as follows:

16 1. The provisions of this act shall apply to the following boards 17 and commissions: the New Jersey State Board of Accountancy, the 18 New Jersey State Board of Architects, the New Jersey State Board 19 of Cosmetology and Hairstyling, the Board of Examiners of 20 Electrical Contractors, the New Jersey State Board of Dentistry, the 21 State Board of Mortuary Science of New Jersey, the State Board of 22 Professional Engineers and Land Surveyors, the State Board of 23 Marriage and Family Therapy Examiners, the State Board of 24 Medical Examiners, the New Jersey Board of Nursing, the New 25 Jersey State Board of Optometrists, the State Board of Examiners of 26 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 27 Pharmacy, the State Board of Professional Planners, the State Board 28 of Psychological Examiners, the State Board of Examiners of 29 Master Plumbers, the New Jersey Real Estate Commission, the 30 State Board of Court Reporting, the State Board of Veterinary Medical Examiners, the Radiologic Technology Board of 31 32 Examiners, the Acupuncture Examining Board, the State Board of 33 Chiropractic Examiners, the State Board of Respiratory Care, the 34 State Real Estate Appraiser Board, the State Board of Social Work 35 Examiners, the State Board of Examiners of Heating, Ventilation, 36 Air Conditioning and Refrigeration Contractors, the Elevator, Escalator, and Moving Walkway²[Contractors] Mechanics² 37 Licensing Board, ¹[and]¹ the State Board of Physical Therapy 38 Examiners, the Orthotics and Prosthetics Board of Examiners, the 39 40 New Jersey Cemetery Board, the State Board of Polysomnography, the New Jersey Board of Massage and Bodywork Therapy, the 41 42 Genetic Counseling Advisory Committee and any other entity 43 hereafter created under Title 45 to license or otherwise regulate a 44 profession or occupation.

45 (cf: P.L.2009, c.41, s.11)

1 14. Section 2 of P.L.1971, c.60 (C.45:1-2.2) is amended to read 2 as follows:

2. a. All members of the several professional boards and commissions shall be appointed by the Governor in the manner prescribed by law; except in appointing members other than those appointed pursuant to subsection b. or subsection c., the Governor shall give due consideration to, but shall not be bound by, recommendations submitted by the appropriate professional organizations of this State.

10 b. In addition to the membership otherwise prescribed by law, 11 the Governor shall appoint in the same manner as presently 12 prescribed by law for the appointment of members, two additional 13 members to represent the interests of the public, to be known as 14 public members, to each of the following boards and commissions: 15 the New Jersey State Board of Accountancy, the New Jersey State 16 Board of Architects, the New Jersey State Board of Cosmetology 17 and Hairstyling, the New Jersey State Board of Dentistry, the State 18 Board of Mortuary Science of New Jersey, the State Board of 19 Professional Engineers and Land Surveyors, the State Board of 20 Medical Examiners, the New Jersey Board of Nursing, the New 21 Jersey State Board of Optometrists, the State Board of Examiners of 22 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 23 Pharmacy, the State Board of Professional Planners, the State Board 24 of Psychological Examiners, the New Jersey Real Estate 25 Commission, the State Board of Court Reporting, the State Board of Social Work Examiners, the Elevator, Escalator, and Moving 26 Walkway ²[Contractors] Mechanics² Licensing Board, and the 27 State Board of Veterinary Medical Examiners, and one additional 28 29 public member to each of the following boards: the Board of 30 Examiners of Electrical Contractors, the State Board of Marriage 31 and Family Therapy Examiners, the State Board of Examiners of 32 Master Plumbers, and the State Real Estate Appraiser Board. Each 33 public member shall be appointed for the term prescribed for the 34 other members of the board or commission and until the 35 appointment of his successor. Vacancies shall be filled for the unexpired term only. The Governor may remove any such public 36 37 member after hearing, for misconduct, incompetency, neglect of 38 duty or for any other sufficient cause.

39 No public member appointed pursuant to this section shall have 40 any association or relationship with the profession or a member 41 thereof regulated by the board of which he is a member, where such 42 association or relationship would prevent such public member from 43 representing the interest of the public. Such a relationship includes 44 a relationship with members of one's immediate family; and such 45 association includes membership in the profession regulated by the To receive services rendered in a customary client 46 board. 47 relationship will not preclude a prospective public member from

S612 [2R]

10

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 person 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.

8 Where a board is required to examine the academic and 9 professional credentials of an applicant for licensure or to test such 10 applicant orally, no public member appointed pursuant to this 11 section shall participate in such examination process; provided, 12 however, that public members shall be given notice of and may be present at all such examination processes and deliberations 13 14 concerning the results thereof, and, provided further, that public 15 members may participate in the development and establishment of 16 the procedures and criteria for such examination processes.

17 c. The Governor shall designate a department in the Executive 18 Branch of the State Government which is closely related to the 19 profession or occupation regulated by each of the boards or 20 commissions designated in section 1 of P.L.1971, c.60 (C.45:1-2.1) 21 and shall appoint the head of such department, or the holder of a 22 designated office or position in such department, to serve without 23 compensation at the pleasure of the Governor as a member of such 24 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.

30 (cf: P.L.2005, c. 308, s.9)

31

32 15. Section 1 of P.L.1974, c.46 (C.45:1-3.1) is amended to read 33 as follows:

34 1. The provisions of this act shall apply to the following boards 35 and commissions: the New Jersey State Board of Accountancy, the 36 New Jersey State Board of Architects, the New Jersey State Board 37 of Cosmetology and Hairstyling, the Board of Examiners of 38 Electrical Contractors, the New Jersey State Board of Dentistry, the 39 State Board of Mortuary Science of New Jersey, the State Board of 40 Professional Engineers and Land Surveyors, the State Board of 41 Marriage and Family Therapy Examiners, the State Board of 42 Medical Examiners, the New Jersey Board of Nursing, the New 43 Jersey State Board of Optometrists, the State Board of Examiners of 44 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 45 Pharmacy, the State Board of Professional Planners, the State Board 46 of Psychological Examiners, the State Board of Examiners of 47 Master Plumbers, the State Board of Court Reporting, the State

Board of Veterinary Medical Examiners, the Radiologic 1 2 Technology Board of Examiners, the Acupuncture Examining 3 Board, the State Board of Chiropractic Examiners, the State Board 4 of Respiratory Care, the State Real Estate Appraiser Board, the New 5 Jersey Cemetery Board, the State Board of Social Work Examiners, the State Board of Examiners of Heating, Ventilating, Air 6 7 Conditioning and Refrigeration Contractors, the Elevator, Escalator, and Moving Walkway²[Contractors] Mechanics² Licensing Board, 8 9 ¹[and]¹ the State Board of Physical Therapy Examiners, the State 10 Board of Polysomnography, the Orthotics and Prosthetics Board of Examiners, the New Jersey Board of Massage and Bodywork 11 12 Therapy, the Genetic Counseling Advisory Committee and any 13 other entity hereafter created under Title 45 to license or otherwise 14 regulate a profession or occupation. 15 (cf: P.L.2009, c.41, s.12) 16 17 16. Section 2 of P.L.1973, c.254 (C.45:1-9) is amended to read 18 as follows: 19 2. Any contractor licensed by the State shall indicate his 20 license or certificate number on all contracts, subcontracts, bids, 21 construction permits, and all forms of advertising as a contractor. 22 (cf: P.L.1973, c.254, s.2) 23 24 17. Section 2 of P.L.1978, c.73 (C.45:1-15) is amended to read 25 as follows: 26 2. The provisions of this act shall apply to the following boards 27 and all professions or occupations regulated by, through or with the 28 advice of those boards: the New Jersey State Board of 29 Accountancy, the New Jersey State Board of Architects, the New 30 Jersey State Board of Cosmetology and Hairstyling, the Board of 31 Examiners of Electrical Contractors, the New Jersey State Board of 32 Dentistry, the State Board of Mortuary Science of New Jersey, the 33 State Board of Professional Engineers and Land Surveyors, the 34 State Board of Marriage and Family Therapy Examiners, the State 35 Board of Medical Examiners, the New Jersey Board of Nursing, the 36 New Jersey State Board of Optometrists, the State Board of 37 Examiners of Ophthalmic Dispensers and Ophthalmic Technicians, 38 the Board of Pharmacy, the State Board of Professional Planners, 39 the State Board of Psychological Examiners, the State Board of 40 Examiners of Master Plumbers, the State Board of Court Reporting, 41 the State Board of Veterinary Medical Examiners, the State Board 42 of Chiropractic Examiners, the State Board of Respiratory Care, the State Real Estate Appraiser Board, the State Board of Social Work 43 Examiners, the State Board of ²Examiners of ²Heating, Ventilating, 44 45 Air Conditioning and Refrigeration Contractors, the Elevator, Escalator, and Moving Walkway ²[Contractors] Mechanics² 46 47 Licensing Board, the State Board of Physical Therapy Examiners,

S612 [2R]

1	2	

the State Board of Polysomnography, the Professional Counselor 1 2 Examiners Committee, the New Jersey Cemetery Board, the 3 Orthotics and Prosthetics Board of Examiners, the Occupational Therapy Advisory Council, the Electrologists Advisory Committee, 4 5 the Acupuncture Advisory Committee, the Alcohol and Drug Counselor Committee, the Athletic Training Advisory Committee, 6 7 the Certified Psychoanalysts Advisory Committee, the Fire Alarm, 8 Burglar Alarm, and Locksmith Advisory Committee, the Home 9 Inspection Advisory Committee, the Interior Design Examination and Evaluation Committee, the Hearing Aid Dispensers Examining 10 Committee, the Landscape Architect Examination and Evaluation 11 12 Committee, ¹[the Massage, Bodywork and Somatic Therapy Examining Committee,]¹ the Perfusionists Advisory Committee, 13 the Physician Assistant Advisory Committee, ²[and]² the 14 Audiology and Speech-Language Pathology Advisory Committee, 15 the New Jersey Board of Massage and Bodywork Therapy, the 16 Genetic Counseling Advisory Committee and any other entity 17 hereafter created under Title 45 to license or otherwise regulate a 18 19 profession or occupation. 20 (cf: P.L.2009, c.41, s.13) 21 18. This act shall take effect immediately²; provided however, 22 that sections 5, 10, and 12 shall remain inoperative until the first 23 day of the seventh month next following the date of enactment². 24 25 26 27 28 Provides for licensure of elevator, escalator, and moving 29 30 walkway mechanics by State board.

SENATE, No. 612 STATE OF NEW JERSEY 215th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2012 SESSION

Sponsored by: Senator STEPHEN M. SWEENEY District 3 (Cumberland, Gloucester and Salem)

SYNOPSIS

Provides for licensure of elevator, escalator, and moving sidewalk contractors by State board.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel



2

AN ACT concerning the licensing of persons responsible for the
 installation, repair, or maintenance of elevators, escalators, and
 moving walkways, supplementing chapter 14 of Title 45 of the
 Revised Statutes and amending various parts of the statutory law.

5 6

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

7 8

9 1. (New section) The Legislature finds and declares that the 10 citizens and residents of the State of New Jersey are entitled to the maximum protection practicable when using elevator, escalator, and 11 12 moving walkway devices, and that the protection can be increased by requiring appropriate training and experience for persons 13 14 installing, repairing, and maintaining those devices. It is therefore 15 necessary for the public good to establish standards of education, 16 training, and experience for these installers and mechanics and to 17 provide for their appropriate examination and certification.

18

There is created within the Division of 19 2. (New section) 20 Consumer Affairs in the Department of Law and Public Safety the 21 Elevator, Escalator, and Moving Walkway Contractors Licensing 22 Board. Members of the board shall be appointed by the Governor. 23 The board shall consist of seven members who are residents of the 24 State of New Jersey. In addition to the two public members 25 appointed to represent the interests of the public pursuant to the 26 provisions of subsection b. of section 2 of P.L.1971, c.60 (C.45:1-27 2.2) and who shall be representatives of municipal government, one 28 member shall be from a department in the Executive Branch of 29 State Government, who shall serve without compensation at the 30 pleasure of the Governor, and the remaining four members shall 31 consist of the following:

One individual who represents the interests of a major elevator,escalator, or moving walkway manufacturing company;

One individual who is primarily engaged in the business of
elevator, escalator, or moving walkway installation, alteration,
repair, or maintenance of those devices;

One individual who represents the interests of the elevatorarchitectural design community; and

One representative from a major labor organization thatrepresents elevator service contractors.

The Governor shall appoint each member, other than the State executive department member, for a term of four years, except that of the members first appointed, other than the State executive department member, three shall serve for a term of four years, two shall serve for a term of three years, and one shall serve for a term

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

Matter underlined <u>thus</u> is new matter.

3

of two years, as determined by the Governor. Any vacancy in the

membership shall be filled for the unexpired term in the manner

3 provided for the original appointment. No member of the board 4 may serve more than two successive terms in addition to any 5 unexpired term to which he has been appointed. The Governor may remove any member of the board, other than the State executive 6 7 department member, for cause. 8 The board shall meet at such times as the board deems necessary, 9 and may form such committees as is deemed necessary for the purpose of conducting disciplinary proceedings, or otherwise. 10 11 12 3. (New section) The Elevator, Escalator, and Moving 13 Walkway Contractors Licensing Board shall, in addition to other 14 powers and duties that it may possess by law: 15 a. Examine and pass on the qualifications of all applicants for license subject to its jurisdiction, and issue a license to each 16 17 qualified successful applicant; 18 b. Examine, evaluate and supervise all examinations and 19 procedures; 20 Adopt a seal which shall be affixed to all licenses issued by c. 21 it; 22 Adopt rules and regulations pursuant to the "Administrative d. 23 Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.) as it may 24 deem necessary to enable it to perform its duties under, and to 25 enforce, the provisions of this act; e. 26 Annually publish a list of the names and addresses of all 27 persons who are licensed under this act; 28 Establish standards for continuing education, which at a f. 29 minimum shall include eight hours of instruction to be completed 30 within one year immediately preceding any license renewal; and 31 g. Prescribe or change the charges for examinations, licensures, 32 renewals, and other services performed pursuant to P.L.1974, c.46 33 (C.45:1-3.1 et seq.). 34 35 4. (New section) Any person desiring to obtain an elevator, 36 escalator, and moving walkway contractor's license, which shall 37 authorize such licensee to install, alter, maintain, service, repair, or 38 test elevators, escalators, and moving walkways, shall make 39 application for licensure to the Elevator, Escalator, and Moving 40 Walkway Contractors Licensing Board, pay all the fees required in 41 connection with the application, and be examined as required by 42 section 6 of P.L., c. (C.) (pending before the Legislature as 43 this bill).

44

1 2

45 5. (New section) a. On or after the effective date of
46 P.L., c. (C.) (pending before the Legislature as this bill), a
47 person shall not:

4

1 (1) install;

- $2 \qquad (2) \quad construct;$
- 3 (3) alter;

4 (4) service;

5 (5) repair;

6 (6) test; or

7 (7) maintain

8 elevator, escalator, or moving walkway devices, or use the title or
9 designation of "licensed" in any manner concerning these activities,
10 unless licensed as an elevator, escalator, and moving walkway
11 contractor pursuant to the provisions of P.L. , c. (C.)
12 (pending before the Legislature as this bill), or working under the
13 supervision of a person so licensed, such as an apprentice.

b. No person shall engage in the business of contracting or
advertise in any manner as an elevator, escalator, and moving
walkway contractor or use the title or designation of "licensed
elevator contractor," "licensed escalator contractor," or "licensed
moving walkway contractor," unless duly licensed to act as such.

c. A license issued pursuant to P.L., c. (C.) (pending
before the Legislature as this bill) shall not be transferable.

21 d. Not less than 30 days and not more than 60 days prior to the 22 date set for the examination for a license as an elevator, escalator, 23 and moving walkway contractor, every person desiring to apply for 24 a license, who meets the qualifications as set forth in this act, shall 25 deliver to the board, personally or by certified mail, return receipt requested, postage prepaid, a certified check or money order 26 27 payable to the Treasurer of the State of New Jersey in the required 28 amount, together with a written application required by the board, 29 completed as described in the application, and together with proof 30 that the applicant qualifies in accordance with this act.

The qualifications for a contractor's license under this act shall be as follows: The person shall be 21 or more years of age and shall have been employed within the State in the capacity of at least one of the elevator, escalator, and moving walkway trade businesses set forth in subsection a. of this section for a period of three years next preceding the application date for the license.

The applicant, if registered as a builder with the Department of Community Affairs, shall not be in any negative standing on the registration list. An applicant shall be afforded an opportunity to correct a negative standing, either by remedial action or by reporting any inaccuracies for correction.

42 Proof of compliance with the qualifications, or those in lieu
43 thereof, shall be submitted to the board in writing, sworn to by the
44 applicant, and accompanied by two recent passport size color
45 photographs of the applicant.

6. (New section) a. Every elevator, escalator, and moving 1 2 walkway contractor's license examination shall be substantially 3 uniform and shall be designed so as to establish the competence and 4 qualifications of the applicant to perform the type of work for 5 which licensure is sought. The examination may be theoretical or practical in nature, or both, and may be based on an examination 6 7 promulgated by a professional organization. Proof of passage of the 8 National Elevator Industry Educational Program (NEIEP), or its 9 successor organization's, examination shall be sufficient to satisfy 10 the examination requirement of this section. The examination may 11 be waived if the applicant provides adequate proof to the board of 12 employment as an elevator, escalator, or moving walkway 13 contractor within the State for at least three years immediately prior 14 to the date of application without the direct and immediate 15 supervision of an elevator, escalator, and moving walkway 16 contractor licensed to do business within the State.

b. The examination shall be held at least four times a year, at
Trenton or other place the board deems necessary. Public notice of
the time and place of the examination shall be given by the board in
accordance with the "Senator Byron M. Baer Open Public Meetings
Act," P.L.1975, c.231 (C.10:4-6 et seq.).

c. No person who has failed the examination shall be eligible
to be reexamined for a period of six months from the date of the
examination failed by that person.

d. All applicants for elevator, escalator, and moving walkway
contractor's licenses, renewals or reexaminations shall pay a fee,
established pursuant to regulation, for each license issuance or
renewal, or reexamination as determined by the board.

29

30 Elevator contractors' licenses shall be 7. (New section) 31 renewed biennially by the board upon written application of the 32 holder and payment of the prescribed fee and renewal of the bond 33 required by section 12 of P.L., c. (C.) (pending before the 34 Legislature as this bill). A license may be renewed without 35 reexamination, if the application for renewal is made within 30 days 36 next preceding or following the scheduled expiration date. Any 37 applicant for renewal making application at any time subsequent to 38 the 30th day next following the scheduled expiration date may be 39 required by the board to be re-examined, and that person shall not 40 continue to act as a licensed contractor in the elevator trade, as 41 described in this act, and no firm, corporation or other legal entity 42 for which the person is the bona fide representative shall operate 43 under a license in the elevator trade, as described in this act, until a 44 valid license has been secured or is held by a bona fide 45 representative.

46 Any license expiring while the holder is outside the continental47 limits of the United States in connection with any project

6

undertaken by the government of the United States, or while in the
 services of the Armed Forces of the United States, shall be renewed
 without the holder being required to be reexamined, upon payment
 of the prescribed fee at any time within four months after the
 person's return to the United States or discharge from the armed
 forces, whichever is later.

7

8 8. (New section) The board may in its discretion grant licenses 9 without examination to applicants so licensed by other states; 10 provided that equal reciprocity is provided for New Jersey licensed 11 contractors by the law of the applicant's domiciliary state and 12 provided further that the domiciliary state's standards are equal to or 13 comparable to those of this State.

14

9. (New section) Notwithstanding any other provision of this act to the contrary, the board shall, upon application to it and submission of satisfactory proof and the payment of the prescribed fee within 12 months following the effective date of this act, issue an elevator, escalator, and moving walkway contractor license without examination to any person, provided proof of one of the following subsections is provided:

22 a. proof of acceptable work experience in the elevator, escalator, 23 and moving walkway industry in the installation, construction, 24 alteration, repair, maintenance, or testing, or any combination 25 thereof, as verified through previous and current employers and 26 copies of filed income tax returns or W-2 or 1099 forms, and proof 27 of successful passage of an examination for elevator mechanics 28 offered by a nationally recognized training program for the elevator, 29 escalator, and moving walkway industry, such as the National 30 Elevator Industry Educational Program or an equivalent program; or 31 b. Proof of acceptable work experience by the applicant in the 32 elevator, escalator, and moving walkway industry in the 33 installation, construction, alteration, repair, maintenance, or testing, 34 or any combination thereof, without direct and immediate 35 supervision, as verified by previous and current employers or 36 through building permits reflecting the applicant's name, or a 37 company for which the applicant was an agent, or through proof of 38 insurance or bonds issued covering the applicant, or letters of 39 reference from construction code officials who have examined the 40 applicant's work.

41

10. (New section) A contractor shall subcontract all elevator,
escalator, and moving walkway installation work, unless the
contractor holds an elevator, escalator, and moving walkway
contractor's license to install those devices.

1 11. (New section) a. The license of an elevator contractor may 2 be suspended for a fixed period, or may be revoked, or the licensee 3 may be censured, reprimanded or otherwise disciplined, in 4 accordance with the provisions and procedures defined <u>in</u> 5 P.L. , c. (C.) (pending before the Legislature as this bill), if 6 after due hearing it is determined that the licensee:

(1) Is guilty of any fraud or deceit in the licensee's activities as
an elevator contractor, including making false statements as to a
material matter in the application for the license, or has been guilty
of any fraud, deceit, or bribery in procuring his license;

(2) Has failed to notify the board or the owner or lessee of an
elevator of a condition not in compliance with the elevator subcode
of the State Uniform Construction Code;

(3) Has aided and abetted a person who is not a licensed
elevator contractor to engage in the activities of a licensed elevator
contractor, other than an approved apprenticeship program;

17 (4) Has been guilty of unethical conduct as defined by rules18 promulgated by the commission; or

19 (5) Has continued to practice without obtaining a license20 renewal as required by this act.

21 b. (1) The charges may be referred by any person, corporation, 22 association or public officer, or by the board in the first instance. A 23 copy thereof, together with a report of the investigation, shall be 24 referred to the board for a recommendation. The board shall review 25 the information, and determine whether action may be necessary. If 26 action may be considered against a licensee, the board shall provide 27 a hearing, and provide written notice thereof, either by registered 28 mail or personal service, at least 10 days prior to the date set for 29 such hearing, to the address of record of the licensee. The notice 30 shall set forth the time, date and location of the hearing, and shall 31 set forth a statement of the allegations constituting the grounds for 32 the charges against the licensee. The board shall make a 33 determination within 48 hours of the hearing whether the licensee 34 will be sanctioned.

35 (2) Any person whose license is revoked, suspended, or subject 36 to a civil penalty, may appeal the matter to the Office of 37 Administrative Law for a hearing before an administrative law judge, pursuant to the "Administrative Procedure Act," P.L.1968, c. 38 39 410 (C.52:14B-1 et seq.). For the purpose of this section, the 40 administrative law judge shall have power to issue subpoenas for 41 the appearance of witnesses, and to take testimony under oath. 42 Upon review of the record of the hearing, the reviewing entity may 43 affirm, modify or reject the written report and recommendation of 44 the board.

c. When the license of any person has been revoked or
annulled, as herein provided, the board may, after the expiration of
three years, accept an application for restoration of the license.

1 12. (New section) In addition to any other bonds that may be 2 required pursuant to contract, no elevator contractor licensed under 3 this act shall undertake to do any construction work in the State 4 unless and until he shall have first entered into a bond in favor of 5 the State of New Jersey in a sum established by the board executed 6 by a surety company authorized to transact business in this State, 7 approved by the Department of Banking and Insurance and to be 8 conditioned on the faithful performance of the provisions of this 9 No municipality shall require any similar bond from any act. 10 construction contractor licensed under this act. The board shall by rule and regulation provide who shall be eligible to receive the 11 12 financial protection afforded by the bond required to be filed by this 13 section. The bond shall be for the term of 12 months and shall be 14 renewed at each expiration for a similar period.

15

16 13. Section 1 of P.L.1971, c.60 (C.45:1-2.1) is amended to read 17 as follows:

18 1. The provisions of this act shall apply to the following boards 19 and commissions: the New Jersey State Board of Accountancy, the 20 New Jersey State Board of Architects, the New Jersey State Board 21 of Cosmetology and Hairstyling, the Board of Examiners of 22 Electrical Contractors, the New Jersey State Board of Dentistry, the 23 State Board of Mortuary Science of New Jersey, the State Board of 24 Professional Engineers and Land Surveyors, the State Board of 25 Marriage and Family Therapy Examiners, the State Board of 26 Medical Examiners, the New Jersey Board of Nursing, the New Jersey State Board of Optometrists, the State Board of Examiners of 27 28 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 29 Pharmacy, the State Board of Professional Planners, the State Board 30 of Psychological Examiners, the State Board of Examiners of 31 Master Plumbers, the New Jersey Real Estate Commission, the 32 State Board of Court Reporting, the State Board of Veterinary 33 Medical Examiners, the Radiologic Technology Board of 34 Examiners, the Acupuncture Examining Board, the State Board of 35 Chiropractic Examiners, the State Board of Respiratory Care, the 36 State Real Estate Appraiser Board, the State Board of Social Work 37 Examiners, the State Board of Examiners of Heating, Ventilation, 38 Air Conditioning and Refrigeration Contractors, the Elevator, 39 Escalator, and Moving Walkway Contractors Licensing Board, and 40 the State Board of Physical Therapy Examiners, the Orthotics and 41 Prosthetics Board of Examiners, the New Jersey Cemetery Board, 42 the State Board of Polysomnography, the New Jersey Board of 43 Massage and Bodywork Therapy, the Genetic Counseling Advisory 44 Committee and any other entity hereafter created under Title 45 to 45 license or otherwise regulate a profession or occupation. 46 (cf: P.L.2009, c.41, s.11.)

1 14. Section 2 of P.L.1971, c.60 (C.45:1-2.2) is amended to read 2 as follows:

2. a. All members of the several professional boards and commissions shall be appointed by the Governor in the manner prescribed by law; except in appointing members other than those appointed pursuant to subsection b. or subsection c., the Governor shall give due consideration to, but shall not be bound by, recommendations submitted by the appropriate professional organizations of this State.

10 b. In addition to the membership otherwise prescribed by law, 11 the Governor shall appoint in the same manner as presently 12 prescribed by law for the appointment of members, two additional 13 members to represent the interests of the public, to be known as 14 public members, to each of the following boards and commissions: 15 the New Jersey State Board of Accountancy, the New Jersey State 16 Board of Architects, the New Jersey State Board of Cosmetology 17 and Hairstyling, the New Jersey State Board of Dentistry, the State 18 Board of Mortuary Science of New Jersey, the State Board of 19 Professional Engineers and Land Surveyors, the State Board of 20 Medical Examiners, the New Jersey Board of Nursing, the New 21 Jersey State Board of Optometrists, the State Board of Examiners of 22 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 23 Pharmacy, the State Board of Professional Planners, the State Board 24 of Psychological Examiners, the New Jersey Real Estate 25 Commission, the State Board of Court Reporting, the State Board of 26 Social Work Examiners, the Elevator, Escalator, and Moving 27 Walkway Contractors Licensing Board, and the State Board of 28 Veterinary Medical Examiners, and one additional public member 29 to each of the following boards: the Board of Examiners of 30 Electrical Contractors, the State Board of Marriage and Family 31 Therapy Examiners, the State Board of Examiners of Master 32 Plumbers, and the State Real Estate Appraiser Board. Each public 33 member shall be appointed for the term prescribed for the other 34 members of the board or commission and until the appointment of 35 his successor. Vacancies shall be filled for the unexpired term only. 36 The Governor may remove any such public member after hearing, 37 for misconduct, incompetency, neglect of duty or for any other 38 sufficient cause.

39 No public member appointed pursuant to this section shall have 40 any association or relationship with the profession or a member 41 thereof regulated by the board of which he is a member, where such 42 association or relationship would prevent such public member from 43 representing the interest of the public. Such a relationship includes 44 a relationship with members of one's immediate family; and such 45 association includes membership in the profession regulated by the 46 To receive services rendered in a customary client board. 47 relationship will not preclude a prospective public member from

10

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 person 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.

8 Where a board is required to examine the academic and 9 professional credentials of an applicant for licensure or to test such 10 applicant orally, no public member appointed pursuant to this 11 section shall participate in such examination process; provided, 12 however, that public members shall be given notice of and may be present at all such examination processes and deliberations 13 14 concerning the results thereof, and, provided further, that public 15 members may participate in the development and establishment of 16 the procedures and criteria for such examination processes.

17 c. The Governor shall designate a department in the Executive 18 Branch of the State Government which is closely related to the 19 profession or occupation regulated by each of the boards or 20 commissions designated in section 1 of P.L.1971, c.60 (C.45:1-2.1) 21 and shall appoint the head of such department, or the holder of a 22 designated office or position in such department, to serve without 23 compensation at the pleasure of the Governor as a member of such 24 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.

30 (cf: P.L.2005, c. 308, s.9)

31

32 15. Section 1 of P.L.1974, c.46 (C.45:1-3.1) is amended to read 33 as follows:

34 1. The provisions of this act shall apply to the following boards 35 and commissions: the New Jersey State Board of Accountancy, the 36 New Jersey State Board of Architects, the New Jersey State Board 37 of Cosmetology and Hairstyling, the Board of Examiners of 38 Electrical Contractors, the New Jersey State Board of Dentistry, the 39 State Board of Mortuary Science of New Jersey, the State Board of 40 Professional Engineers and Land Surveyors, the State Board of Marriage and Family Therapy Examiners, the State Board of 41 42 Medical Examiners, the New Jersey Board of Nursing, the New 43 Jersey State Board of Optometrists, the State Board of Examiners of 44 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 45 Pharmacy, the State Board of Professional Planners, the State Board 46 of Psychological Examiners, the State Board of Examiners of 47 Master Plumbers, the State Board of Court Reporting, the State

Board of Veterinary Medical Examiners, the Radiologic 1 2 Technology Board of Examiners, the Acupuncture Examining 3 Board, the State Board of Chiropractic Examiners, the State Board 4 of Respiratory Care, the State Real Estate Appraiser Board, the New 5 Jersey Cemetery Board, the State Board of Social Work Examiners, 6 the State Board of Examiners of Heating, Ventilating, Air 7 Conditioning and Refrigeration Contractors, the Elevator, Escalator, 8 and Moving Walkway Contractors Licensing Board, and the State 9 Board of Physical Therapy Examiners, the State Board of 10 Polysomnography, the Orthotics and Prosthetics Board of Examiners, the New Jersey Board of Massage and Bodywork 11 12 Therapy, the Genetic Counseling Advisory Committee and any 13 other entity hereafter created under Title 45 to license or otherwise 14 regulate a profession or occupation. 15 (cf: P.L.2009, c.41, s.12) 16 17 16. Section 2 of P.L.1973, c.254 (C.45:1-9) is amended to read 18 as follows: 19 2. Any contractor licensed by the State shall indicate his 20 license or certificate number on all contracts, subcontracts, bids, 21 construction permits, and all forms of advertising as a contractor. 22 (cf: P.L.1973, c.254, s.2) 23 24 17. Section 2 of P.L.1978, c.73 (C.45:1-15) is amended to read 25 as follows: 26 2. The provisions of this act shall apply to the following boards 27 and all professions or occupations regulated by, through or with the 28 advice of those boards: the New Jersey State Board of 29 Accountancy, the New Jersey State Board of Architects, the New 30 Jersey State Board of Cosmetology and Hairstyling, the Board of 31 Examiners of Electrical Contractors, the New Jersey State Board of 32 Dentistry, the State Board of Mortuary Science of New Jersey, the 33 State Board of Professional Engineers and Land Surveyors, the 34 State Board of Marriage and Family Therapy Examiners, the State 35 Board of Medical Examiners, the New Jersey Board of Nursing, the 36 New Jersey State Board of Optometrists, the State Board of 37 Examiners of Ophthalmic Dispensers and Ophthalmic Technicians, 38 the Board of Pharmacy, the State Board of Professional Planners, 39 the State Board of Psychological Examiners, the State Board of 40 Examiners of Master Plumbers, the State Board of Court Reporting, 41 the State Board of Veterinary Medical Examiners, the State Board 42 of Chiropractic Examiners, the State Board of Respiratory Care, the 43 State Real Estate Appraiser Board, the State Board of Social Work 44 Examiners, the State Board of Heating, Ventilating, Air 45 Conditioning and Refrigeration Contractors, the Elevator, Escalator, 46 and Moving Walkway Contractors Licensing Board, the State Board 47 of Physical Therapy Examiners, the State Board of

Professional Counselor 1 Polysomnography, the Examiners 2 Committee, the New Jersey Cemetery Board, the Orthotics and 3 Prosthetics Board of Examiners, the Occupational Therapy 4 Advisory Council, the Electrologists Advisory Committee, the 5 Acupuncture Advisory Committee, the Alcohol and Drug Counselor Committee, the Athletic Training Advisory Committee, the 6 7 Certified Psychoanalysts Advisory Committee, the Fire Alarm, 8 Burglar Alarm, and Locksmith Advisory Committee, the Home 9 Inspection Advisory Committee, the Interior Design Examination 10 and Evaluation Committee, the Hearing Aid Dispensers Examining 11 Committee, the Landscape Architect Examination and Evaluation 12 Committee, the Massage, Bodywork and Somatic Therapy 13 Examining Committee, the Perfusionists Advisory Committee, the 14 Physician Assistant Advisory Committee, and the Audiology and 15 Speech-Language Pathology Advisory Committee, the New Jersey 16 Board of Massage and Bodywork Therapy, the Genetic Counseling 17 Advisory Committee and any other entity hereafter created under 18 Title 45 to license or otherwise regulate a profession or occupation. 19 (cf: P.L.2009, c.41, s.13)

- 19 20
- 21
- 22
- 23
- 24 25

STATEMENT

18. This act shall take effect immediately.

26 This bill would establish the Elevator Contractors Licensing 27 Board for the purposes of granting licenses to those persons 28 engaged in the business of installing, constructing, altering, 29 servicing, repairing, testing, or maintaining elevator devices. The 30 term, "elevator device" is defined under current law to include 31 elevators, dumbwaiters, wheelchair lifts, manlifts, stairway 32 chairlifts, and other devices with moving cars or platforms. The 33 term does not include escalators or moving walks.

34 Current law does not require licensure to install an elevator, 35 escalator, or moving walkway in any type of building, be it 36 residential or commercial. In addition, persons that are employed 37 by firms which are contracted to perform maintenance on elevators 38 are eligible to be qualified by the Department of Community Affairs 39 to inspect elevators for certain inspections. This bill would 40 eliminate the certification by the Department of Community 41 Affairs, and would instead require all mechanical and maintenance 42 work on elevators to be performed by persons licensed by a State 43 board, as having the requisite skill, experience and knowledge to 44 perform these critical jobs where the public safety could be in 45 jeopardy. The bill prohibits a person from advertising as a licensed 46 elevator contractor if the individual has not been licensed by the 47 State.

The elevator, escalator, and moving walkway contractor's 1 2 license examination will be substantially uniform and designed so 3 as to establish the competence and qualifications of the applicant to 4 perform the type of work for which licensure is sought. The bill 5 permits the examination to mimic an examination promulgated by a national organization. The examination may be waived if the 6 7 applicant provides adequate proof to the board of employment as an 8 elevator, escalator, or moving walkway contractor within the State 9 for at least three years immediately prior to the date of application without the direct and immediate supervision of an elevator, 10 11 escalator, or moving walkway contractor licensed to do business 12 within the State. The bill also allows licensing without a current 13 examination under the following circumstances:

14 • proof of acceptable work experience in the elevator, 15 escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance or testing, or 16 17 any combination thereof, as verified through previous and 18 current employers and copies of filed income tax returns or 19 W-2 or 1099 forms, and proof of successful passage of an 20 examination for elevator mechanics offered by a nationally 21 recognized training program for the elevator industry, such 22 as the national Elevator Educational Program or an 23 equivalent program;

24 Proof of acceptable work experience by the applicant in the 25 elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance or 26 testing, or any combination thereof, without direct and 27 28 immediate supervision, as verified by previous and current 29 employers or through building permits reflecting the 30 applicant's name, or a company for which the applicant was 31 an agent, or through proof of insurance or bonds issued 32 covering the applicant, or letters of reference from 33 construction code officials who have examined the 34 applicant's work.

The bill also grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.

[Corrected Copy]

SENATE COMMUNITY AND URBAN AFFAIRS COMMITTEE

STATEMENT TO

SENATE, No. 612

STATE OF NEW JERSEY

DATED: JUNE 7, 2012

The Senate Community and Urban Affairs Committee reports favorably Senate Bill No. 612.

This bill would establish the Elevator Contractors Licensing Board for the purposes of granting licenses to those persons engaged in the business of installing, constructing, altering, servicing, repairing, testing, or maintaining elevators, escalators, and moving walkways.

Current law does not require licensure to install an elevator, escalator, or moving walkway in any type of building, be it residential or commercial. In addition, persons that are employed by firms which are contracted to perform maintenance on elevators are eligible to be qualified by the Department of Community Affairs to inspect elevators for certain inspections. This bill would require all mechanical and maintenance work on elevators, escalators, and moving walkways to be performed by persons licensed by a State board, as having the requisite skill, experience and knowledge to perform these critical jobs where the public safety could be in jeopardy. The bill prohibits a person from advertising as a licensed elevator, escalator, and moving walkway contractor if the individual has not been licensed by the State.

The elevator, escalator, and moving walkway contractor's license examination will be substantially uniform and designed so as to establish the competence and qualifications of the applicant to perform the type of work for which licensure is sought. The bill permits the examination to mimic an examination promulgated by a national organization. The examination may be waived if the applicant provides adequate proof to the board of employment as an elevator, escalator, or moving walkway contractor within the State for at least three years immediately prior to the date of application without the direct and immediate supervision of an elevator, escalator, or moving walkway contractor licensed to do business within the State. The bill also allows licensing without a current examination under the following circumstances:

• proof of acceptable work experience in the elevator, escalator, and moving walkway industry in the installation, construction, alteration,

repair, maintenance or testing, or any combination thereof, as verified through previous and current employers and copies of filed income tax returns or W-2 or 1099 forms, and proof of successful passage of an examination for elevator mechanics offered by a nationally recognized training program for the elevator industry, such as the national Elevator Educational Program or an equivalent program;

• Proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance or testing, or any combination thereof, without direct and immediate supervision, as verified by previous and current employers or through building permits reflecting the applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the applicant's work.

The bill also grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.

This bill was pre-filed for introduction in the 2012-2013 session pending technical review. As reported, the bill includes the changes required by technical review, which has been performed.

[Corrected Copy]

STATEMENT TO

SENATE, No. 612

with Senate Floor Amendments (Proposed by Senator SWEENEY)

ADOPTED: JUNE 25, 2012

These amendments:

amend sections 5 and 6 of the bill to require that no elevator, escalator, and moving walkway contractor's license shall be required for any person who installs, alters, maintains, services, repairs, or tests, a chair lift device or stair lift device in a dwelling unit;

amend section 9 of the bill to require that the Elevator, Escalator, and Moving Walkway Contractors Licensing Board shall, upon application to it and submission of satisfactory proof and the payment of the prescribed fee within 12 months following the effective date of the bill, issue an elevator, escalator, and moving walkway contractor license without examination to any person who submits verified proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, or testing, or any combination thereof, without direct and immediate supervision, within the State for at least three years; and

amend section 17 of the bill to remove the Massage, Bodywork and Somatic Therapy Examining Committee from section 1 of P.L.1974, c.46 (C.45:1-3.1), as that reference was deleted by section 12 of P.L.2007, c.337.

The amendments also make technical language corrections to various sections of the bill.

An elevator, escalator, and moving walkway contractor's license shall not permit licensees to perform electrical work other than on elevators, escalators and moving walkways.

FISCAL NOTE [First Reprint] SENATE, No. 612 STATE OF NEW JERSEY 215th LEGISLATURE

DATED: JULY 17, 2012

SUMMARY

Synopsis:	Provides for licensure of elevator, escalator, and moving sidewalk contractors by State board.	
Type of Impact:	Indeterminate Expenditure Offset by Licensure Revenues.	
Agencies Affected:	Department of Law and Public Safety; Division of Consumer Affairs.	

Executive Estimate

Fiscal Impact	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>
State Cost And			
Revenue	Indeterminate- See Comments Below		

- The Office of Legislative Services (OLS) **concurs** with the Executive estimate. The costs of newly established boards through the Division of Consumer Affairs (DCA) are often offset by the new licensing revenue. The OLS notes that the application and license fees estimated by the division, however, are based on an estimate of the number of potential licensure and are subject to change.
- Creates an Elevator, Escalator and Moving Walkway Contractors Licensing Board which would be responsible for licensing contractors who install, construct, alter, maintain, service, repair, or test elevators, escalator, and moving walkways.
- Permits the board to charge fees for license application, examination, and renewal.
- Grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.
- Notes that certain members of the board shall serve without compensation; however, the bill is unclear regarding the compensation or reimbursement for reasonable expenses of the other board members.



BILL DESCRIPTION

Senate Bill No. 612 (1R) of 2012 would establish the Elevator Contractors Licensing Board for the purpose of granting licenses to those persons engaged in the business of installing, constructing, altering, servicing, repairing, testing, or maintaining elevator devices.

The term, "elevator device" is defined under current law to include elevators, dumbwaiters, wheelchair lifts, manlifts, stairway chairlifts, and other devices with moving cars or platforms Current law does not require licensure to install an elevator, escalator, or moving walkway in any type of building, be it residential or commercial. In addition, persons that are employed by firms which are contracted to perform maintenance on elevators are eligible to be qualified by the DCA to inspect elevators for certain inspections. This bill would eliminate the certification by the DCA, and would instead require all mechanical and maintenance work on elevators to be performed by persons licensed by a State board, as having the requisite skill, experience and knowledge to perform these critical jobs where the public safety could be in jeopardy. The bill prohibits a person from advertising as a licensed elevator contractor if the individual has not been licensed by the State.

The elevator, escalator, and moving walkway contractor's license examination will be substantially uniform and designed so as to establish the competence and qualifications of the applicant to perform the type of work for which licensure is sought. The bill permits the examination to mimic an examination promulgated by a national organization.

The license examination may be waived if the applicant provides the following:

- Proof of acceptable work experience in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance or testing, or any combination thereof, as verified through previous and current employers and copies of filed income tax returns or W-2 or 1099 forms, and proof of successful passage of an examination for elevator mechanics offered by a nationally recognized training program for the elevator industry, such as the national Elevator Educational Program or an equivalent program; or
- Proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance or testing, or any combination thereof, without direct and immediate supervision, within the State for at least three years, as verified by previous and current employers or through building permits reflecting the applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the applicant's work.

The bill also grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.

FISCAL ANALYSIS

EXECUTIVE BRANCH

The DCA, in the Department of Law and Public Safety, estimated the cost to the State would be \$176,000 annually, with minimal annual inflationary increases, and an initial start-up amount to be later determined.

The division noted that there are under 40 companies in New Jersey advertising elevator services and the International Union of Elevator Constructors (IUEC) Elevator Contractors Local 1 in New York lists approximately 2,600 members in New York and New Jersey. Based on this information, the division noted that it would be reasonable to estimate that the costs will be similar to an existing board which has approximately 1,000 licensees.

As licensing will be on a biennial basis, the division determined that the license fee must be set at a level sufficient enough to cover the expenditures of the board for a two-year period. The division estimated that based on the projected costs for this board, the license fee should cover at least \$360,000 for a two year time period. If the number of licensees are 1,000, the biennial license fee per person would be \$360.

During the start-up phase, the Division of Law legal services and board meeting costs are generated with no revenue to offset these expenditures. The division noted that an initial appropriation would be requested to support the board prior to licensee revenue collection.

OFFICE OF LEGISLATIVE SERVICES

The OLS concurs with the Executive estimate. The costs of newly established boards through the DCA are often offset by the new licensing revenue. The OLS notes that the application and license fees estimated by the division, however, are based on an estimate of the number of potential licensure and are subject to change. The OLS, similarly to the executive, does not have a confirmation of the number of new applicants who would apply for this new license.

Section:	Law and Public Safety
Analyst:	Kristin Brunner Santos Senior Fiscal Analyst
Approved:	David J. Rosen Legislative Budget and Finance Officer

This fiscal note has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).

STATEMENT TO

[First Reprint] **SENATE, No. 612**

with committee amendments

STATE OF NEW JERSEY

DATED: SEPTEMBER 24, 2012

The Assembly Appropriations Committee reports favorably Senate Bill No. 612 (1R), with committee amendments.

As amended, this bill provides for the licensing of persons engaged in the business of installing, constructing, altering, servicing, repairing, testing, or maintaining elevators, escalators, and moving walking devices, and establishes the Elevator, Escalator, and Moving Walkway Mechanics Licensing Board to oversee the licensure of those persons.

The bill provides that the board is created within the Division of Consumer Affairs in the Department of Law and Public Safety, and will consist of seven members, appointed by the Governor, as follows: one individual who represents the interests of a major elevator, escalator, or moving walkway manufacturing company; one individual who is primarily engaged in the business of elevator, escalator, or moving walkway installation, alteration, repair or maintenance of these devices; one individual who represents the interests of the elevator architectural design community; one representative from a major labor organization that represents elevator service mechanics; two public members; and one member who is from a department in the Executive Branch of State Government.

The bill prohibits a person from installing, constructing, altering, servicing, repairing, testing, or maintaining elevator, escalator, or moving walkway devices or using the title or designation of "licensed" in any manner concerning these activities, unless licensed as an elevator, escalator, and moving walkway mechanic in accordance with the bill or working under the supervision of a licensee. The bill prohibits a person from engaging in the business of contracting or advertising in any manner as an elevator, escalator, and moving walkway mechanic or from using the title or designation of "licensed elevator mechanic," "licensed escalator mechanic," or "licensed moving walkway mechanic," unless duly licensed in that capacity.

The bill provides that to qualify for a mechanic's license a person applying for the license must be 21 years of age or older and have been employed within the State in the capacity of at least one of the elevator, escalator, and moving walkway trade businesses set forth in the bill for a period of three years next preceding the application date for the license. Additionally, the bill provides that to qualify for a license each applicant must take an examination.

The bill provides that each elevator, escalator, and moving walkway mechanic's license examination must be substantially uniform and must be designed to establish the competence and qualifications of the applicant. The bill provides that the examination may be theoretical or practical in nature, or both, and may be based on an examination promulgated by a professional organization. The bill provides that proof of passage of the National Elevator Industry Educational Program, or its successor organization's examination, will be sufficient to satisfy the examination requirement.

The bill provides that the requirement for examination may be waived if the applicant provides to the board adequate proof of employment as an elevator, escalator, and moving walkway mechanic within the State for at least three years immediately prior to the date of application without the direct and immediate supervision of an elevator, escalator, and moving walkway mechanic licensed to do business within the State. The bill requires the examination to be held at least four times each year, and stipulates that a person who has failed the examination will not be eligible to be reexamined for a period of six months from the date of the failed examination.

The bill requires elevator, escalator, and moving walkway mechanic licenses to be renewed biennially. The bill specifies licenses may be renewed without reexamination if application for renewal is made within 30 days next preceding or following the scheduled expiration date.

The bill permits the board to issue licenses without examination to applicants licensed by other states, provided equal reciprocity is granted to New Jersey licensed mechanics by the laws of the applicant's domiciliary state and provided that the domiciliary state's standards are equal to or comparable to the standards of this State.

The bill permits the board to issue licenses to applicants without examination, upon application to it and submission of satisfactory proof and the payment of the prescribed fee within 12 months of the date the licensing requirements become operative, provided one of the following is provided by the applicant:

-- proof of acceptable work experience in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, service, or testing, or any combination thereof, as verified through previous and current employers and copies of filed income tax returns, or W-2, or 1099 forms, and proof of successful passage of an examination for elevator mechanics offered by a nationally recognized training program for the elevator industry; or -- proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, service, or testing, or any combination thereof, without direct and immediate supervision, within the State for at least three years, as verified by previous and current employers or through building permits reflecting the applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the applicant's work.

The bill provides that a contractor must subcontract all elevator, escalator, and moving walkway installation work, unless the contractor holds an elevator, escalator, and moving walkway mechanic's license to install those devices.

The bill provides that the license of an elevator mechanic may be suspended for a fixed period, or may be revoked, or the licensee may be censured, reprimanded or otherwise disciplined, if after due hearing it is determined that the licensee:

-- is guilty of any fraud or deceit in the licensee's activities as an elevator mechanic, including making false statements as to a material matter in the application for the license, or has been guilty of any fraud, deceit, or bribery in procuring his license;

-- has failed to notify the board or the owner or lessee of an elevator of a condition not in compliance with the elevator subcode of the State Uniform Construction Code;

-- has aided and abetted a person who is not a licensed elevator mechanic to engage in the activities of a licensed elevator mechanic;

-- has been guilty of unethical conduct as defined by rules promulgated by the board; or

-- has continued to practice without obtaining a license renewal as required by this bill.

The bill provides that an elevator mechanic is prohibited from undertaking to do any construction work in the State unless and until that mechanic has entered into a bond in favor of the State, in a sum established by the board and executed by a surety company authorized to transact business in this State. The bill specifies that municipalities are prohibited from requiring any similar bond from any elevator mechanic.

The bill authorizes the board to establish and set, charge and collect fees for license application, examination, and renewal.

The bill authorizes the board to adopt rules and regulations, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), as may be necessary to perform its duties and enforce the provisions of the bill.

The bill provides that persons who install, construct, alter, service, repair, test, or maintain chair lift devices or stair lift devices in a dwelling unit are excluded from the licensing requirements.

The bill takes effect immediately, but provides that the bill's licensing requirements, requirements regarding the securing of bonds, and mandate that contractors must subcontract all elevator, escalator, and moving installation work (unless the contractor holds an elevator mechanic's license) will remain inoperative until the first day of the seventh month next following the date of enactment.

It is the understanding of the committee that the bill does not permit elevator mechanics licensed under its provisions to engage in the work of licensed electrical contractors.

As amended and reported, this bill is identical to Assembly Bill No. 1519 (ACS), as also amended and reported by the committee.

FISCAL IMPACT:

The Executive has estimated that the State will incur certain onetime and recurring costs associated with the implementation and administration of the bill.

According to its analysis, these costs are expected to be minimal and are expected to be offset by revenues generated from the establishment of fees for license application, examination, and renewal.

The Office of Legislative Services (OLS) notes, however, that the amount of each fee is determined by the board based, in part, on the expected number of new licenses. The OLS is unaware of data that permits it to predict the number of individuals who will apply for and be granted a license or to predict the amount of any one fee prior to the enactment of the bill and the establishment of a board and, therefore, cannot independently verify if the additional costs will be offset by the establishment of new fees.

COMMITTEE AMENDMENTS:

The amendments to the bill rename the Elevator, Escalator, and Moving Walkway Contractors Licensing Board as the Elevator, Escalator, and Moving Walkway Mechanics Licensing Board, and make similar changes, throughout the bill, to revise references to elevator, escalator, and moving walkway contractor's license, contractor's license, and contractor in certain instances in which contractor is used to refer to an individual mechanic.

The amendments delay the implementation of the bill's licensing requirements, requirements regarding the securing of bonds, and mandate that contractors must subcontract all elevator, escalator, and moving installation work (unless the contractor holds an elevator mechanic's license) for a period of at least six months following the effective date of the bill.

The amendments to the bill make certain other technical changes to ensure the bill is identical to Assembly Bill No. 1519 (ACS).

LEGISLATIVE FISCAL ESTIMATE [Second Reprint] SENATE, No. 612 STATE OF NEW JERSEY 215th LEGISLATURE

DATED: OCTOBER 18, 2012

SUMMARY

Synopsis:	Provides for licensure of elevator, escalator, and moving sidewalk mechanics by the State board.	
Type of Impact:	Indeterminate Expenditure Offset by Licensure Revenues.	
Agencies Affected:	Department of Law and Public Safety; Division of Consumer Affairs.	

Office of Legislative Services

Fiscal Impact	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>				
State Cost And	State Cost And						
Revenue	Indeterminate Expenditure Offset by Licensure						

- The Office of Legislative Services (OLS) notes that newly established boards through the Division of Consumer Affairs are often offset by the new licensing revenue.
- Creates an Elevator, Escalator and Moving Walkway Mechanics Licensing Board which would be responsible for licensing mechanics who install, construct, alter, maintain, service, repair, or test elevators, escalator, and moving walkways.
- Permits the board to charge fees for license application, examination, and renewal.
- Grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.
- Notes that certain members of the board shall serve without compensation; however, the bill is silent regarding the compensation or reimbursement for reasonable expenses of the other board members.
- Provides a delayed effective date of six months for the implementation of the bill's licensing requirements, requirements regarding the securing of bonds, and mandates that contractors must subcontract all elevator, escalator, and certain moving installation work.



BILL DESCRIPTION

Senate Bill No. 612 (2R) of 2012 would establish the Elevator, Escalator, and Moving Walkway Mechanics Licensing Board for the purpose of granting licenses to those persons engaged in the business of installing, constructing, altering, servicing, repairing, testing, or maintaining elevator devices.

This bill would require all mechanical and maintenance work on elevators to be performed by persons licensed by a State board, as having the requisite skill, experience, and knowledge to perform these critical jobs where the public safety could be in jeopardy. The bill prohibits a person from advertising as a licensed elevator mechanic if the individual has not been licensed by the State.

The elevator, escalator, and moving walkway mechanic's license examination will be substantially uniform and designed so as to establish the competence and qualifications of the applicant to perform the type of work for which licensure is sought. The bill permits the examination to mimic an examination promulgated by a national organization.

The license examination may be waived if the applicant provides the following:

- Proof of acceptable work experience in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, or testing, or any combination thereof, as verified through previous and current employers and copies of filed income tax returns or W-2 or 1099 forms, and proof of successful passage of an examination for elevator mechanics offered by a nationally recognized training program for the elevator industry, such as the National Elevator Industry Educational Program or an equivalent program; or
- Proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, or testing, or any combination thereof, without direct and immediate supervision, within the State for at least three years, as verified by previous and current employers or through building permits reflecting the applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the applicant's work.

The bill also grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.

FISCAL ANALYSIS

OFFICE OF LEGISLATIVE SERVICES

The OLS notes that newly established boards through the Division of Consumer Affairs are often offset by the new licensing revenue.

In the prior version of this bill, Senate Bill No. 612 (1R), the Division of Consumer Affairs, in the Department of Law and Public Safety noted that there was not an approximate figure available for the number of mechanics who would apply for licensure; however, the division did provide an estimate based on the history of boards in which a board's expenditures were offset by board revenues. In the prior version of this bill, the Office of Management and Budget (OMB) concurred with the Division of Consumer Affairs that boards are historically self-

sufficient. The OMB noted further, however, that although costs may be incurred, these expenditures would need to be offset using revenue generated by the new board and typically would not receive an appropriation during the start-up phase.

Section:Law and Public SafetyAnalyst:Kristin Brunner Santos
Senior Fiscal AnalystApproved:David J. Rosen
Legislative Budget and Finance Officer

This fiscal estimate has been prepared pursuant to P.L. 1980, c.67 (C.52:13B-6 et seq.).

ASSEMBLY, No. 1519 STATE OF NEW JERSEY 215th LEGISLATURE

PRE-FILED FOR INTRODUCTION IN THE 2012 SESSION

Sponsored by: Assemblyman JOHN J. BURZICHELLI District 3 (Cumberland, Gloucester and Salem) Assemblyman VINCENT PRIETO District 32 (Bergen and Hudson) Assemblyman THOMAS P. GIBLIN District 34 (Essex and Passaic)

Co-Sponsored by: Assemblyman Diegnan

SYNOPSIS

Provides for licensure of elevator, escalator, and moving sidewalk contractors by State board.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel



(Sponsorship Updated As Of: 6/19/2012)

2

AN ACT concerning the licensing of persons responsible for the
 installation, repair, or maintenance of elevators, escalators, and
 moving walkways, supplementing chapter 14 of Title 45 of the
 Revised Statutes and amending P.L.1997, c.336.

5 6

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

7 8

9 1. (New section) The Legislature finds and declares that the 10 citizens and residents of the State of New Jersey are entitled to the maximum protection practicable when using elevator, escalator, and 11 12 moving walkway devices, and that the protection can be increased by requiring appropriate training and experience for persons 13 14 installing, repairing, and maintaining those devices. It is therefore 15 necessary for the public good to establish standards of education, 16 training, and experience for these installers and mechanics and to 17 provide for their appropriate examination and certification.

18

There is created within the Division of 19 2. (New section) 20 Consumer Affairs in the Department of Law and Public Safety the 21 Elevator, Escalator, and Moving Walkway Contractors Licensing 22 Board. Members of the board shall be appointed by the Governor. 23 The board shall consist of seven members who are residents of the 24 State of New Jersey. In addition to the two public members 25 appointed to represent the interests of the public pursuant to the 26 provisions of subsection b. of section 2 of P.L.1971, c.60 (C.45:1-27 2.2) and who shall be representatives of municipal government, one 28 member shall be from a department in the Executive Branch of 29 State Government, who shall serve without compensation at the 30 pleasure of the Governor, and the remaining four members shall 31 consist of the following:

One individual who represents the interests of a major elevator,escalator, or moving walkway manufacturing company;

One individual who is primarily engaged in the business of
elevator, escalator, or moving walkway installation, alteration,
repair, or maintenance of those devices;

One individual who represents the interests of the elevatorarchitectural design community; and

One representative from a major labor organization thatrepresents elevator service contractors.

The Governor shall appoint each member, other than the State executive department member, for a term of four years, except that of the members first appointed, other than the State executive department member, three shall serve for a term of four years, two shall serve for a term of three years, and one shall serve for a term

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

Matter underlined <u>thus</u> is new matter.

of two years, as determined by the Governor. Any vacancy in the

1

2 membership shall be filled for the unexpired term in the manner 3 provided for the original appointment. No member of the board 4 may serve more than two successive terms in addition to any 5 unexpired term to which he has been appointed. The Governor may remove any member of the board, other than the State executive 6 7 department member, for cause. 8 The board shall meet at such times as the board deems necessary, 9 and may form such committees as is deemed necessary for the purpose of conducting disciplinary proceedings, or otherwise. 10 11 12 3. (New section) The Elevator, Escalator, and Moving 13 Walkway Contractors Licensing Board shall, in addition to other 14 powers and duties that it may possess by law: 15 a. Examine and pass on the qualifications of all applicants for license subject to its jurisdiction, and issue a license to each 16 17 qualified successful applicant; 18 b. Examine, evaluate and supervise all examinations and 19 procedures; 20 Adopt a seal which shall be affixed to all licenses issued by c. 21 it; 22 Adopt rules and regulations pursuant to the "Administrative d. 23 Procedure Act," P.L.1968, c.410 (C.52:14B 1 et seq.) as it may 24 deem necessary to enable it to perform its duties under, and to 25 enforce, the provisions of this act; e. 26 Annually publish a list of the names and addresses of all 27 persons who are licensed under this act; 28 Establish standards for continuing education, which at a f. 29 minimum shall include eight hours of instruction to be completed 30 within one year immediately preceding any license renewal; and 31 g. Prescribe or change the charges for examinations, licensures, 32 renewals, and other services performed pursuant to P.L.1974, c.46 33 (C.45:1-3.1 et seq.). 34 35 4. (New section) Any person desiring to obtain an elevator, 36 escalator, and moving walkway contractor's license, which shall 37 authorize such licensee to install, alter, maintain, service, repair, or 38 test elevators, escalators, and moving walkways, shall make 39 application for licensure to the Elevator, Escalator, and Moving 40 Walkway Contractors Licensing Board, pay all the fees required in 41 connection with the application, and be examined as required by 42 section 6 of P.L., c. (C.) (pending before the Legislature as 43 this bill). 44 45 5. (New section) a. On or after the effective date of 46 P.L., c. (C.) (pending before the Legislature as this bill), a

47 person shall not:

1 (1) install;

 $2 \qquad (2) \text{ construct};$

3 (3) alter;

4 (4) service;

5 (5) repair;

6 (6) test; or

7 (7) maintain

8 elevator, escalator, or moving walkway devices, or use the title or
9 designation of "licensed" in any manner concerning these activities,
10 unless licensed as an elevator, escalator, and moving walkway
11 contractor pursuant to the provisions of P.L., c. (C.)
12 (pending before the Legislature as this bill), or working under the
13 supervision of a person so licensed, such as an apprentice.

b. A person, firm, partnership, corporation or other legal entity
shall not engage in the business of contracting or advertise in any
manner as an elevator, escalator, and moving walkway contractor or
use the title or designation of "licensed elevator contractor,"
"licensed escalator contractor," or "licensed moving walkway
contractor," unless duly licensed to act as such.

c. A license issued pursuant to P.L., c. (C.) (pending
before the Legislature as this bill) shall not be transferable.

22 d. Not less than 30 days and not more than 60 days prior to the 23 date set for the examination for a license as an elevator, escalator, 24 and moving walkway contractor, every person desiring to apply for 25 a license, who meets the qualifications as set forth in this act, shall 26 deliver to the board, personally or by certified mail, return receipt 27 requested, postage prepaid, a certified check or money order 28 payable to the Treasurer of the State of New Jersey in the required 29 amount, together with a written application required by the board, 30 completed as described in the application, and together with proof 31 that the applicant qualifies in accordance with this act.

32 The qualifications for a contractor's license under this act shall 33 be as follows: The person shall be 21 or more years of age and a 34 citizen or legal resident of the United States, and shall have been 35 employed within the State in the capacity of at least one of the 36 elevator, escalator, and moving walkway trade businesses set forth 37 in subsection a. of this section for a period of three years next 38 preceding the application date for the license. The person also shall 39 have completed an apprenticeship program approved by the U.S. 40 Department of Labor, or the State Apprenticeship Council 41 established pursuant to P.L.1953, c. 198 (34:1A-36).

The applicant, if registered as a builder with the Department of Community Affairs, shall not be in any negative standing on the registration list. An applicant shall be afforded an opportunity to correct a negative standing, either by remedial action or by reporting any inaccuracies for correction.

Proof of compliance with the qualifications, or those in lieu
 thereof, shall be submitted to the board in writing, sworn to by the
 applicant, and accompanied by two recent passport size color
 photographs of the applicant.

5

6 6. (New section) a. Every elevator, escalator, and moving 7 walkway contractor's license examination shall be substantially 8 uniform and shall be designed so as to establish the competence and 9 qualifications of the applicant to perform the type of work for 10 which licensure is sought. The examination may be theoretical or practical in nature, or both. Proof of passage of the National 11 12 Elevator Industry Educational Program (NEIEP) examination shall 13 be sufficient to satisfy the examination requirement of this section. 14 The examination may be waived if the applicant provides adequate 15 proof to the board of employment as an elevator, escalator, or 16 moving walkway contractor within the State for at least three years 17 immediately prior to the date of application without the direct and 18 immediate supervision of an elevator, escalator, and moving 19 walkway contractor licensed to do business within the State.

b. The examination shall be held at least four times a year, at
Trenton or other place the board deems necessary. Public notice of
the time and place of the examination shall be given by the board in
accordance with the "Senator Byron M. Baer Open Public Meetings
Act," P.L.1975, c.231 (C.10:4-6 et seq.).

c. No person who has failed the examination shall be eligible
to be reexamined for a period of six months from the date of the
examination failed by that person.

d. All applicants for elevator, escalator, and moving walkway
contractor's licenses, renewals or reexaminations shall pay a fee for
each license issuance or renewal, or reexamination as determined by
the board.

32

33 Elevator contractors' licenses shall be 7. (New section) renewed biennially by the board upon written application of the 34 35 holder and payment of the prescribed fee and renewal of the bond) (pending before the 36 required by section 10 of P.L., c. (C. A license may be renewed without 37 Legislature as this bill). 38 reexamination, if the application for renewal is made within 30 days 39 next preceding or following the scheduled expiration date. Any 40 applicant for renewal making application at any time subsequent to 41 the 30th day next following the scheduled expiration date may be 42 required by the board to be re- examined, and that person shall not 43 continue to act as a licensed contractor in the elevator trade, as 44 described in this act, and no firm, corporation or other legal entity 45 for which the person is the bona fide representative shall operate 46 under a license in the elevator trade, as described in this act, until a

valid license has been secured or is held by a bona fide
 representative.

3 Any license expiring while the holder is outside the continental 4 limits of the United States in connection with any project 5 undertaken by the government of the United States, or while in the services of the Armed Forces of the United States, shall be renewed 6 7 without the holder being required to be reexamined, upon payment 8 of the prescribed fee at any time within four months after the 9 person's return to the United States or discharge from the armed 10 forces, whichever is later.

11

8. (New section) a. The board may in its discretion grant licenses without examination to applicants so licensed by other states; provided that equal reciprocity is provided for New Jersey licensed contractors by the law of the applicant's domiciliary state and provided further that the domiciliary state's standards are equal to or comparable to those of this State.

18 b. In the event that a State of Emergency has been declared in 19 the State, and there are not a sufficient number of persons holding 20 licenses as elevator contractors to cope with the emergency, the 21 board may in its discretion issue temporary licenses with such 22 requirements as the board deems necessary, which requirements 23 shall be promulgated pursuant to the Administrative Procedure Act, 24 P.L.1968, c. 410 (C.52:14B-1 et seq.). Temporary licenses 25 authorized by the board shall not be valid for a period exceeding 45 26 days.

27

9. (New section) Notwithstanding any other provision of this act to the contrary, the board shall, upon application to it and submission of satisfactory proof and the payment of the prescribed fee within 12 months following the effective date of this act, issue an elevator, escalator, and moving walkway contractor license without examination to any person, provided proof of one of the following subsections is provided:

35 proof of acceptable work experience in the elevator, a. 36 escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, or testing, or any 37 38 combination thereof, as verified through previous and current 39 employers and copies of filed income tax returns or W-2 or 1099 40 forms, and proof of successful passage of an examination for 41 elevator mechanics offered by a nationally recognized training 42 program for the elevator, escalator. and moving walkway industry, 43 such as the national Elevator Educational Program or an equivalent 44 program;

b. Proof of acceptable work experience by the applicant in the
elevator, escalator, and moving walkway industry in the
installation, construction, alteration, repair, maintenance, or testing,

or any combination thereof, without direct and immediate 1 2 supervision, as verified by previous and current employers or 3 through building permits reflecting the applicant's name, or a 4 company for which the applicant was an agent, or through proof of 5 insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the 6 7 applicant's work; or 8 c. Proof of successful completion of an apprenticeship program

9 approved by the U.S. Department of Labor, or the State
10 Apprenticeship Council established pursuant to section 1 of
11 P.L.1953, c.198 (C.34:1A-36).

d. A person entitled to a license under the provisions of thissection shall comply with the remaining provisions of this act.

14

15 10. (New section) A contractor shall subcontract all elevator,
16 escalator, and moving walkway installation work, unless the
17 contractor holds an elevator, escalator, and moving walkway
18 contractor's license to install those devices.

19

11. (New section) a. The license of an elevator contractor may
be suspended for a fixed period, or may be revoked, or the licensee
may be censured, reprimanded or otherwise disciplined, in
accordance with the provisions and procedures defined
P.L., c. (C.) (pending before the Legislature as this bill), if
after due hearing it is determined that the licensee:

(1) Is guilty of any fraud or deceit in the licensee's activities as
an elevator contractor, including making false statements as to a
material matter in the application for the license, or has been guilty
of any fraud, deceit, or bribery in procuring his license;

30 (2) Has failed to notify the board or the owner or lessee of an
31 elevator of a condition not in compliance with the elevator subcode
32 of the State Uniform Construction Code;

(3) Has aided and abetted a person who is not a licensed
elevator contractor to engage in the activities of a licensed elevator
contractor, other than an approved apprenticeship program;

36 (4) Has been guilty of unethical conduct as defined by rules37 promulgated by the commission; or

38 (5) Has continued to practice without obtaining a license39 renewal as required by this act.

40 (1) The charges may be referred by any person, corporation, b. 41 association or public officer, or by the board in the first instance. A 42 copy thereof, together with a report of the investigation, shall be 43 referred to the board for a recommendation. The board shall review 44 the information, and determine whether action may be necessary. If 45 action may be considered against a licensee, the board shall provide 46 a hearing, and provide written notice thereof, either by registered 47 mail or personal service, at least 10 days prior to the date set for

such hearing, to the address of record of the licensee. The notice shall set forth the time, date and location of the hearing, and shall set forth a statement of the allegations constituting the grounds for the charges against the licensee. The board shall make a determination within 48 hours of the hearing whether the licensee will be sanctioned.

7 (2) Any person whose license is revoked, suspended, or subject 8 to a civil penalty, may appeal the matter to the Office of 9 Administrative Law for a hearing before an administrative law judge, pursuant to the "Administrative Procedure Act," P.L.1968, c. 10 410 (C. 52:14B-1 et seq.). For the purpose of this section, the 11 board, its committee, or the administrative law judge shall have 12 13 power to issue subpoenas for the appearance of witnesses, and to 14 take testimony under oath. Upon review of the record of the 15 hearing, the reviewing entity may affirm, modify or reject the 16 written report and recommendation of the board.

c. When the license of any person has been revoked or
annulled, as herein provided, the board may, after the expiration of
three years, accept an application for restoration of the license.

20

21 12. (New section) In addition to any other bonds that may be 22 required pursuant to contract, no elevator contractor licensed under 23 this act shall undertake to do any construction work in the State 24 unless and until he shall have first entered into a bond in favor of 25 the State of New Jersey in the sum of \$3,000 executed by a surety 26 company authorized to transact business in this State, approved by 27 the Department of Banking and Insurance and to be conditioned on 28 the faithful performance of the provisions of this act. No 29 municipality shall require any similar bond from any construction 30 contractor licensed under this act. This section shall not apply to 31 elevator mechanic license holders. The board shall by rule and 32 regulation provide who shall be eligible to receive the financial 33 protection afforded by the bond required to be filed by this section. 34 The bond shall be for the term of 12 months and shall be renewed at 35 each expiration for a similar period.

36

37 13. Section 1 of P.L.1971, c.60 (C.45:1-2.1) is amended to read
38 as follows:

39 1. The provisions of this act shall apply to the following boards 40 and commissions: the New Jersey State Board of Accountancy, the 41 New Jersey State Board of Architects, the New Jersey State Board 42 of Cosmetology and Hairstyling, the Board of Examiners of 43 Electrical Contractors, the New Jersey State Board of Dentistry, the 44 State Board of Mortuary Science of New Jersey, the State Board of 45 Professional Engineers and Land Surveyors, the State Board of 46 Marriage and Family Therapy Examiners, the State Board of 47 Medical Examiners, the New Jersey Board of Nursing, the New

9

Jersey State Board of Optometrists, the State Board of Examiners of 1 2 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 3 Pharmacy, the State Board of Professional Planners, the State Board 4 of Psychological Examiners, the State Board of Examiners of 5 Master Plumbers, the New Jersey Real Estate Commission, the State Board of Court Reporting, the State Board of Veterinary 6 7 Medical Examiners, the Radiologic Technology Board of 8 Examiners, the Acupuncture Examining Board, the State Board of 9 Chiropractic Examiners, the State Board of Respiratory Care, the 10 State Real Estate Appraiser Board, the State Board of Social Work 11 Examiners, the Elevator, Escalator, and Moving Walkway 12 Contractors Licensing Board, and the State Board of Physical 13 Therapy Examiners, the Orthotics and Prosthetics Board of 14 Examiners, the New Jersey Cemetery Board, the State Board of 15 Polysomnography and any other entity hereafter created under Title 16 45 to license or otherwise regulate a profession or occupation. 17 (cf: P.L.2005, c.308, s.8.) 18

19 14. Section 2 of P.L.1971, c.60 (C.45:1-2.2) is amended to read20 as follows:

2. a. All members of the several professional boards and 22 commissions shall be appointed by the Governor in the manner 23 prescribed by law; except in appointing members other than those 24 appointed pursuant to subsection b. or subsection c., the Governor 25 shall give due consideration to, but shall not be bound by, 26 recommendations submitted by the appropriate professional 27 organizations of this State.

28 In addition to the membership otherwise prescribed by law, b. 29 the Governor shall appoint in the same manner as presently 30 prescribed by law for the appointment of members, two additional 31 members to represent the interests of the public, to be known as 32 public members, to each of the following boards and commissions: 33 the New Jersey State Board of Accountancy, the New Jersey State 34 Board of Architects, the New Jersey State Board of Cosmetology 35 and Hairstyling, the New Jersey State Board of Dentistry, the State 36 Board of Mortuary Science of New Jersey, the State Board of 37 Professional Engineers and Land Surveyors, the State Board of 38 Medical Examiners, the New Jersey Board of Nursing, the New 39 Jersey State Board of Optometrists, the State Board of Examiners of 40 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 41 Pharmacy, the State Board of Professional Planners, the State Board 42 of Psychological Examiners, the New Jersey Real Estate 43 Commission, the State Board of Court Reporting, the State Board of 44 Social Work Examiners, the Elevator, Escalator, and Moving 45 Walkway Contractors Licensing Board, and the State Board of 46 Veterinary Medical Examiners, and one additional public member 47 to each of the following boards: the Board of Examiners of

10

Electrical Contractors, the State Board of Marriage and Family 1 2 Therapy Examiners, the State Board of Examiners of Master 3 Plumbers, and the State Real Estate Appraiser Board. Each public 4 member shall be appointed for the term prescribed for the other 5 members of the board or commission and until the appointment of his successor. Vacancies shall be filled for the unexpired term only. 6 7 The Governor may remove any such public member after hearing, 8 for misconduct, incompetency, neglect of duty or for any other 9 sufficient cause.

10 No public member appointed pursuant to this section shall have 11 any association or relationship with the profession or a member 12 thereof regulated by the board of which he is a member, where such 13 association or relationship would prevent such public member from 14 representing the interest of the public. Such a relationship includes 15 a relationship with members of one's immediate family; and such 16 association includes membership in the profession regulated by the 17 board. To receive services rendered in a customary client 18 relationship will not preclude a prospective public member from 19 appointment. This paragraph shall not apply to individuals who are 20 public members of boards on the effective date of this act.

It shall be the responsibility of the Attorney General to insure that no person 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.

26 Where a board is required to examine the academic and 27 professional credentials of an applicant for licensure or to test such 28 applicant orally, no public member appointed pursuant to this 29 section shall participate in such examination process; provided, 30 however, that public members shall be given notice of and may be 31 present at all such examination processes and deliberations 32 concerning the results thereof, and, provided further, that public 33 members may participate in the development and establishment of the procedures and criteria for such examination processes. 34

35 The Governor shall designate a department in the Executive c. 36 Branch of the State Government which is closely related to the 37 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) 38 39 and shall appoint the head of such department, or the holder of a 40 designated office or position in such department, to serve without 41 compensation at the pleasure of the Governor as a member of such 42 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

11

affirmative vote of a majority of the members of the entire board or 1 2 commission. 3 (cf: P.L.2005, c. 308, s.9) 4 5 15. Section 1 of P.L.1974, c.46 (C.45:1-3.1) is amended to read 6 as follows: 7 1. The provisions of this act shall apply to the following boards 8 and commissions: the New Jersey State Board of Accountancy, the 9 New Jersey State Board of Architects, the New Jersey State Board 10 of Cosmetology and Hairstyling, the Board of Examiners of Electrical Contractors, the New Jersey State Board of Dentistry, the 11 12 State Board of Mortuary Science of New Jersey, the State Board of 13 Professional Engineers and Land Surveyors, the State Board of 14 Marriage and Family Therapy Examiners, the State Board of 15 Medical Examiners, the New Jersey Board of Nursing, the New 16 Jersey State Board of Optometrists, the State Board of Examiners of 17 Ophthalmic Dispensers and Ophthalmic Technicians, the Board of 18 Pharmacy, the State Board of Professional Planners, the State Board of Psychological Examiners, the State Board of Examiners of 19 20 Master Plumbers, the State Board of Court Reporting, the State 21 Board of Veterinary Medical Examiners, the Radiologic 22 Technology Board of Examiners, the Acupuncture Examining 23 Board, the State Board of Chiropractic Examiners, the State Board 24 of Respiratory Care, the State Real Estate Appraiser Board, the New 25 Jersey Cemetery Board, the State Board of Social Work Examiners, the Elevator, Escalator, and Moving Walkway Contractors 26 Licensing Board, and the State Board of Physical Therapy 27 28 Examiners, the State Board of Polysomnography, the Orthotics and 29 Prosthetics Board of Examiners and any other entity hereafter 30 created under Title 45 to license or otherwise regulate a profession 31 or occupation. 32 (cf: P.L.2005, c.308, s.10) 33 34 16. Section 2 of P.L.1973, c.254 (C.45:1-9) is amended to read 35 as follows: 36 2. Any contractor licensed by the State shall indicate his 37 license or certificate number on all contracts, subcontracts, bids, 38 construction permits, and all forms of advertising as a contractor. 39 (cf: P.L.1973, c.254, s.2) 40 41 17. Section 2 of P.L.1978, c.73 (C.45:1-15) is amended to read 42 as follows: 43 2. The provisions of this act shall apply to the following boards 44 and all professions or occupations regulated by, through or with the 45 advice of those boards: the New Jersey State Board of 46 Accountancy, the New Jersey State Board of Architects, the New 47 Jersey State Board of Cosmetology and Hairstyling, the Board of

12

Examiners of Electrical Contractors, the New Jersey State Board of 1 2 Dentistry, the State Board of Mortuary Science of New Jersey, the 3 State Board of Professional Engineers and Land Surveyors, the 4 State Board of Marriage and Family Therapy Examiners, the State 5 Board of Medical Examiners, the New Jersey Board of Nursing, the New Jersey State Board of Optometrists, the State Board of 6 7 Examiners of Ophthalmic Dispensers and Ophthalmic Technicians, 8 the Board of Pharmacy, the State Board of Professional Planners, 9 the State Board of Psychological Examiners, the State Board of 10 Examiners of Master Plumbers, the State Board of Court Reporting, 11 the State Board of Veterinary Medical Examiners, the State Board 12 of Chiropractic Examiners, the State Board of Respiratory Care, the 13 State Real Estate Appraiser Board, the State Board of Social Work 14 Examiners, the Elevator, Escalator, and Moving Walkway 15 Contractors Licensing Board, the State Board of Physical Therapy 16 Examiners, the State Board of Polysomnography, the Professional 17 Counselor Examiners Committee, the New Jersey Cemetery Board, 18 the Orthotics and Prosthetics Board of Examiners, the Occupational 19 Therapy Advisory Council, the Electrologists Advisory Committee, 20 the Acupuncture Advisory Committee, the Alcohol and Drug 21 Counselor Committee, the Athletic Training Advisory Committee, 22 the Certified Psychoanalysts Advisory Committee, the Fire Alarm, 23 Burglar Alarm, and Locksmith Advisory Committee, the Home 24 Inspection Advisory Committee, the Interior Design Examination 25 and Evaluation Committee, the Hearing Aid Dispensers Examining Committee, the Landscape Architect Examination and Evaluation 26 27 Committee, the Massage, Bodywork and Somatic Therapy 28 Examining Committee, the Perfusionists Advisory Committee, the 29 Physician Assistant Advisory Committee, and the Audiology and 30 Speech-Language Pathology Advisory Committee and any other 31 entity hereafter created under Title 45 to license or otherwise 32 regulate a profession or occupation. 33 (cf: P.L.2005, c.308, s.11) 34 35 18. Section 1 of P.L.1997, c.336 (C.52:27D-126f) is repealed. 36 37 19. This act shall take effect immediately. 38 39 40 **STATEMENT** 41 42 This bill would establish the Elevator Contractors Licensing 43 Board for the purposes of granting licenses to those persons 44 engaged in the business of installing, constructing, altering, 45 servicing, repairing, testing, or maintaining elevator devices. The 46 term, "elevator device" is defined under current law to include 47 elevators, dumbwaiters, wheelchair lifts, manlifts, stairway

chairlifts, and other devices with moving cars or platforms. The
 term does not include escalators or moving walks.

The bill would not apply to those persons inspecting elevators as
local enforcing officials under the State Uniform Construction
Code.

Current law does not require licensure to install an elevator, 6 7 escalator, or moving walkway in any type of building, be it 8 residential or commercial. In addition, persons that are employed 9 by firms which are contracted to perform maintenance on elevators 10 are eligible to be qualified by the Department of Community Affairs 11 to inspect elevators for certain inspections. This bill would 12 eliminate the certification by the Department of Community 13 Affairs, and would instead require all mechanical and maintenance 14 work on elevators to be performed by persons licensed by a State 15 board, as having the requisite skill, experience and knowledge to perform these critical jobs where the public safety could be in 16 17 jeopardy.

18 The elevator, escalator, and moving walkway contractor's 19 license examination will be substantially uniform and designed so 20 as to establish the competence and qualifications of the applicant to 21 perform the type of work for which licensure is sought. The 22 examination may be waived if the applicant provides adequate 23 proof to the board of employment as an elevator, escalator, or 24 moving walkway contractor within the State for at least three years 25 immediately prior to the date of application without the direct and 26 immediate supervision of an elevator, escalator, or moving walkway 27 contractor licensed to do business within the State. The bill also 28 allows licensing without a current examination under the following 29 circumstances:

30 • proof of acceptable work experience in the elevator, 31 escalator, and moving walkway industry in the installation, 32 construction, alteration, repair, maintenance or testing, or 33 any combination thereof, as verified through previous and 34 current employers and copies of filed income tax returns or 35 W-2 or 1099 forms, and proof of successful passage of an 36 examination for elevator mechanics offered by a nationally 37 recognized training program for the elevator industry, such 38 as the national Elevator Educational Program or an 39 equivalent program;

40 Proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the 41 42 installation, construction, alteration, repair, maintenance or 43 testing, or any combination thereof, without direct and 44 immediate supervision, as verified by previous and current 45 employers or through building permits reflecting the 46 applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued 47

14

covering the applicant, or letters of reference from 1 2 construction code officials who have examined the 3 applicant's work; or 4 • Proof of successful completion of an apprenticeship program 5 approved by the U.S. Department of Labor, or the State 6 Apprenticeship Council established pursuant to P.L.1953, c. 198 (34:1A-36). 7 8 The bill also grants reciprocity to those persons licensed in other 9 states in the elevator trades covered under the bill. 10 Elevator, escalator, and moving walkway safety is a subject of 11 much concern for residents in our State, as well as nationally. It is 12 hoped that the licensure process created under the bill for all of the tradespersons who are crucial in the safe operation of elevator, 13 14 escalator, and moving walkway devices will result in an enhanced 15 level of protection for the public.

STATEMENT TO

ASSEMBLY COMMITTEE SUBSTITUTE FOR ASSEMBLY, No. 1519

STATE OF NEW JERSEY

DATED: JUNE 18, 2012

The Assembly Regulated Professions Committee reports favorably an Assembly Committee Substitute for Assembly Bill No. 1519.

This committee substitute provides for the licensing of persons engaged in the business of installing, constructing, altering, servicing, repairing, testing, or maintaining elevators, escalators and moving walking devices and establishes the Elevator, Escalator and Moving Walkway Contractors Licensing Board within the Division of Consumer Affairs in the Department of Law and Public Safety to oversee their licensure. The board, to be appointed by the Governor, is to consist of seven members as follows: one individual who represents the interests of a major elevator, escalator, or moving walkway manufacturing company; one individual who is primarily engaged in the business of elevator, escalator, or moving walkway installation, alteration, repair or maintenance of these devices; one individual who represents the interests of the elevator architectural design community; one representative from a major labor organization that represents elevator service contractors; two public members; and one member from a department in the Executive Branch of State Government.

The bill stipulates that a person shall not install, construct, alter, service, repair, test, or maintain elevator, escalator, or moving walkway devices, or use the title or designation of "licensed" in any manner concerning these activities, unless licensed as an elevator, escalator, and moving walkway contractor pursuant to the provisions of the bill, or working under the supervision of a person so licensed, such as an apprentice. Furthermore, the bill states that no person shall engage in the business of contracting or advertise in any manner as an elevator, escalator, and moving walkway contractor or use the title or designation of "licensed elevator contractor," "licensed escalator contractor," unless duly licensed to act as such.

The qualifications for a contractor's license under this bill are as follows: The person shall be 21 or more years of age and shall have been employed within the State in the capacity of at least one of the elevator, escalator, and moving walkway trade businesses set forth in the bill for a period of three years next preceding the application date for the license.

In addition, to qualify for such licensure, an applicant is required to take an examination. Every elevator, escalator, and moving walkway contractor's license examination shall be substantially uniform and shall be designed so as to establish the competence and qualifications of the applicant to perform the type of work for which licensure is sought. The examination may be theoretical or practical in nature, or both, and may be based on an examination promulgated by a professional organization. Proof of passage of the National Elevator Industry Educational Program (NEIEP), or its successor organization's examination shall be sufficient to satisfy the examination requirement. The examination may be waived if the applicant provides adequate proof to the board of employment as an elevator, escalator, and moving walkway contractor within the State for at least three years immediately prior to the date of application without the direct and immediate supervision of an elevator, escalator, and moving walkway contractor licensed to do business within the State.

The bill also allows licensing without a current examination, for 12 months following the effective date of this bill, under the following circumstances:

- Proof of acceptable work experience in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, service, or testing, or any combination thereof, as verified through previous and current employers and copies of filed income tax returns, or W-2, or 1099 forms, and proof of successful passage of an examination for elevator mechanics offered by a nationally recognized training program for the elevator industry, such as the National Elevator Industry Educational Program or an equivalent program; or
- Proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, service, or testing, or any combination thereof, without direct and immediate supervision, as verified by previous and current employers or through building permits reflecting the applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the applicant's work;

The bill further provides that elevator, escalator, and moving walkway contractor licenses shall be renewed biennially. Also, a person licensed under this bill shall not undertake to do any construction work in the State unless and until that person shall have first entered into a bond in favor of the State of New Jersey in a sum established by the board executed by a surety company authorized to transact business in this State.

The bill also stipulates that any person who installs, constructs, alters, services, repairs, tests, or maintains a chair lift device or stair lift device in a dwelling unit is not required to be licensed under the provisions of this bill.

It is the understanding of the committee that the bill does not permit persons licensed under its provisions to engage in the work of licensed electrical contractors.

STATEMENT TO

ASSEMBLY COMMITTEE SUBSTITUTE FOR ASSEMBLY, No. 1519

with committee amendments

STATE OF NEW JERSEY

DATED: SEPTEMBER 24, 2012

The Assembly Appropriations Committee reports favorably Assembly Bill No. 1519 (ACS), with committee amendments.

As amended, this bill provides for the licensing of persons engaged in the business of installing, constructing, altering, servicing, repairing, testing, or maintaining elevators, escalators, and moving walking devices, and establishes the Elevator, Escalator, and Moving Walkway Mechanics Licensing Board to oversee the licensure of those persons.

The bill provides that the board is created within the Division of Consumer Affairs in the Department of Law and Public Safety, and will consist of seven members, appointed by the Governor, as follows: one individual who represents the interests of a major elevator, escalator, or moving walkway manufacturing company; one individual who is primarily engaged in the business of elevator, escalator, or moving walkway installation, alteration, repair or maintenance of these devices; one individual who represents the interests of the elevator architectural design community; one representative from a major labor organization that represents elevator service mechanics; two public members; and one member who is from a department in the Executive Branch of State Government.

The bill prohibits a person from installing, constructing, altering, servicing, repairing, testing, or maintaining elevator, escalator, or moving walkway devices or using the title or designation of "licensed" in any manner concerning these activities, unless licensed as an elevator, escalator, and moving walkway mechanic in accordance with the bill or working under the supervision of a licensee. The bill prohibits a person from engaging in the business of contracting or advertising in any manner as an elevator, escalator, and moving walkway mechanic or from using the title or designation of "licensed elevator mechanic," "licensed escalator mechanic," or "licensed moving walkway mechanic," unless duly licensed in that capacity.

The bill provides that to qualify for a mechanic's license a person applying for the license must be 21 years of age or older and have been employed within the State in the capacity of at least one of the elevator, escalator, and moving walkway trade businesses set forth in the bill for a period of three years next preceding the application date for the license. Additionally, the bill provides that to qualify for a license each applicant must take an examination.

The bill provides that each elevator, escalator, and moving walkway mechanic's license examination must be substantially uniform and must be designed to establish the competence and qualifications of the applicant. The bill provides that the examination may be theoretical or practical in nature, or both, and may be based on an examination promulgated by a professional organization. The bill provides that proof of passage of the National Elevator Industry Educational Program, or its successor organization's examination, will be sufficient to satisfy the examination requirement.

The bill provides that the requirement for examination may be waived if the applicant provides to the board adequate proof of employment as an elevator, escalator, and moving walkway mechanic within the State for at least three years immediately prior to the date of application without the direct and immediate supervision of an elevator, escalator, and moving walkway mechanic licensed to do business within the State. The bill requires the examination to be held at least four times each year, and stipulates that a person who has failed the examination will not be eligible to be reexamined for a period of six months from the date of the failed examination.

The bill requires elevator, escalator, and moving walkway mechanic licenses to be renewed biennially. The bill specifies licenses may be renewed without reexamination if application for renewal is made within 30 days next preceding or following the scheduled expiration date.

The bill permits the board to issue licenses without examination to applicants licensed by other states, provided equal reciprocity is granted to New Jersey licensed mechanics by the laws of the applicant's domiciliary state and provided that the domiciliary state's standards are equal to or comparable to the standards of this State.

The bill permits the board to issue licenses to applicants without examination, upon application to it and submission of satisfactory proof and the payment of the prescribed fee within 12 months of the date the licensing requirements become operative, provided one of the following is provided by the applicant:

-- proof of acceptable work experience in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, service, or testing, or any combination thereof, as verified through previous and current employers and copies of filed income tax returns, or W-2, or 1099 forms, and proof of successful passage of an examination for elevator mechanics offered by a nationally recognized training program for the elevator industry; or -- proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, service, or testing, or any combination thereof, without direct and immediate supervision, within the State for at least three years, as verified by previous and current employers or through building permits reflecting the applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the applicant's work.

The bill provides that a contractor must subcontract all elevator, escalator, and moving walkway installation work, unless the contractor holds an elevator, escalator, and moving walkway mechanic's license to install those devices.

The bill provides that the license of an elevator mechanic may be suspended for a fixed period, or may be revoked, or the licensee may be censured, reprimanded or otherwise disciplined, if after due hearing it is determined that the licensee:

-- is guilty of any fraud or deceit in the licensee's activities as an elevator mechanic, including making false statements as to a material matter in the application for the license, or has been guilty of any fraud, deceit, or bribery in procuring his license;

-- has failed to notify the board or the owner or lessee of an elevator of a condition not in compliance with the elevator subcode of the State Uniform Construction Code;

-- has aided and abetted a person who is not a licensed elevator mechanic to engage in the activities of a licensed elevator mechanic;

-- has been guilty of unethical conduct as defined by rules promulgated by the board; or

-- has continued to practice without obtaining a license renewal as required by this bill.

The bill provides that an elevator mechanic is prohibited from undertaking to do any construction work in the State unless and until that mechanic has entered into a bond in favor of the State, in a sum established by the board and executed by a surety company authorized to transact business in this State. The bill specifies that municipalities are prohibited from requiring any similar bond from any elevator mechanic.

The bill authorizes the board to establish and set, charge and collect fees for license application, examination, and renewal.

The bill authorizes the board to adopt rules and regulations, pursuant to the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et seq.), as may be necessary to perform its duties and enforce the provisions of the bill.

The bill provides that persons who install, construct, alter, service, repair, test, or maintain chair lift devices or stair lift devices in a dwelling unit are excluded from the licensing requirements.

The bill takes effect immediately, but provides that the bill's licensing requirements, requirements regarding the securing of bonds, and mandate that contractors must subcontract all elevator, escalator, and moving installation work (unless the contractor holds an elevator mechanic's license) will remain inoperative until the first day of the seventh month next following the date of enactment.

It is the understanding of the committee that the bill does not permit elevator mechanics licensed under its provisions to engage in the work of licensed electrical contractors.

As amended and reported, this bill is identical to Senate Bill No. 612 (1R), as also amended and reported by the committee.

FISCAL IMPACT:

The Executive has estimated that the State will incur certain onetime and recurring costs associated with the implementation and administration of the bill.

According to its analysis, these costs are expected to be minimal and are expected to be offset by revenues generated from the establishment of fees for license application, examination, and renewal.

The Office of Legislative Services (OLS) notes, however, that the amount of each fee is determined by the board based, in part, on the expected number of new licenses. The OLS is unaware of data that permits it to predict the number of individuals who will apply for and be granted a license or to predict the amount of any one fee prior to the enactment of the bill and the establishment of a board and, therefore, cannot independently verify if the additional costs will be offset by the establishment of new fees.

COMMITTEE AMENDMENTS:

The amendments to the bill rename the Elevator, Escalator, and Moving Walkway Contractors Licensing Board as the Elevator, Escalator, and Moving Walkway Mechanics Licensing Board, and make similar changes to revise references to elevator, escalator, and moving walkway contractor's license, contractor's license, and contractor in certain instances in which contractor is used to refer to an individual mechanic.

The amendments stipulate that the bill's prohibition on persons engaging in the business of contracting or advertising in any manner as an elevator, escalator, and moving walkway mechanic or from using the title or designation of "licensed elevator mechanic," "licensed escalator mechanic," or "licensed moving walkway mechanic," unless duly licensed in that capacity, does not apply to persons who install, construct, alter, services, repair, test, or maintain chair lift devices or stair lift device in dwelling units.

The amendments clarify that for the board to issue licenses, without examination, applicants providing proof of acceptable work

experience in the elevator, escalator, and moving walkway industry, without direct and immediate supervision, must provide proof that the experience was related to work experience within this State for at least three years.

The amendments delay the implementation of the bill's licensing requirements, requirements regarding the securing of bonds, and mandate that contractors must subcontract all elevator, escalator, and moving installation work (unless the contractor holds an elevator mechanic's license) for a period of at least six months following the effective date of the bill.

The amendments make certain other technical changes to ensure the bill is identical to Senate Bill No. 612 (1R).

LEGISLATIVE FISCAL ESTIMATE [First Reprint] ASSEMBLY COMMITTEE SUBSTITUTE FOR ASSEMBLY, No. 1519 STATE OF NEW JERSEY 215th LEGISLATURE

DATED: OCTOBER 23, 2012

SUMMARY

Synopsis:	Provides for licensure of elevator, escalator, and moving sidewalk mechanics by the State board.		
Type of Impact:	Indeterminate Expenditure Offset by Licensure Revenues.		
Agencies Affected:	ffected: Department of Law and Public Safety; Division of Consumer Affairs.		

Office of Legislative Services

Fiscal Impact	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>			
State Cost And						
Revenue	Indeterminate Expenditure Offset by Licensure					

- The Office of Legislative Services (OLS) notes that newly established boards through the Division of Consumer Affairs are often offset by the new licensing revenue.
- Creates an Elevator, Escalator and Moving Walkway Mechanics Licensing Board which would be responsible for licensing mechanics who install, construct, alter, maintain, service, repair, or test elevators, escalator, and moving walkways.
- Permits the board to charge fees for license application, examination, and renewal.
- Grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.
- Notes that certain members of the board shall serve without compensation; however, the bill is silent regarding the compensation or reimbursement for reasonable expenses of the other board members.



- 2
- Provides a delayed effective date of six months for the implementation of the bill's licensing requirements, requirements regarding the securing of bonds, and mandates that contractors must subcontract all elevator, escalator, and certain moving installation work.

BILL DESCRIPTION

The First Reprint of the Assembly Committee Substitute for Assembly Bill No. 1519 of 2012 would establish the Elevator, Escalator, and Moving Walkway Mechanics Licensing Board for the purpose of granting licenses to those persons engaged in the business of installing, constructing, altering, servicing, repairing, testing, or maintaining elevator devices.

This bill would require all mechanical and maintenance work on elevators to be performed by persons licensed by a State board, as having the requisite skill, experience, and knowledge to perform these critical jobs where the public safety could be in jeopardy. The bill prohibits a person from advertising as a licensed elevator mechanic if the individual has not been licensed by the State.

The elevator, escalator, and moving walkway mechanic's license examination will be substantially uniform and designed so as to establish the competence and qualifications of the applicant to perform the type of work for which licensure is sought. The bill permits the examination to mimic an examination promulgated by a national organization.

The license examination may be waived if the applicant provides the following:

- Proof of acceptable work experience in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, or testing, or any combination thereof, as verified through previous and current employers and copies of filed income tax returns or W-2 or 1099 forms, and proof of successful passage of an examination for elevator mechanics offered by a nationally recognized training program for the elevator industry, such as the National Elevator Industry Educational Program or an equivalent program; or
- Proof of acceptable work experience by the applicant in the elevator, escalator, and moving walkway industry in the installation, construction, alteration, repair, maintenance, or testing, or any combination thereof, without direct and immediate supervision, within the State for at least three years, as verified by previous and current employers or through building permits reflecting the applicant's name, or a company for which the applicant was an agent, or through proof of insurance or bonds issued covering the applicant, or letters of reference from construction code officials who have examined the applicant's work.

The bill also grants reciprocity to those persons licensed in other states in the elevator trades covered under the bill.

FISCAL ANALYSIS

OFFICE OF LEGISLATIVE SERVICES

The OLS notes that newly established boards through the Division of Consumer Affairs are often offset by the new licensing revenue.

FE to [1R] ACS for A1519 3

In the prior version of this bill, the Assembly Committee Substitute for Assembly Bill No. 1519, the Division of Consumer Affairs, in the Department of Law and Public Safety noted that there was not an approximate figure available for the number of mechanics who would apply for licensure; however, the division did provide an estimate based on the history of boards in which a board's expenditures were offset by board revenues. In the prior version of this bill, the Office of Management and Budget (OMB) concurred with the Division of Consumer Affairs that boards are historically self-sufficient. The OMB noted further, however, that although costs may be incurred, these expenditures would need to be offset using revenue generated by the new board and typically would not receive an appropriation during the start-up phase.

Section:Law and Public SafetyAnalyst:Kristin Brunner Santos
Senior Fiscal AnalystApproved:David J. Rosen
Legislative Budget and Finance Officer

This fiscal estimate has been prepared pursuant to P.L.1980, c.67 (C.52:13B-6 et seq.).