First Regular Session Seventieth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 15-0824.01 Thomas Morris x4218

SENATE BILL 15-202

SENATE SPONSORSHIP

Balmer,

HOUSE SPONSORSHIP

Pabon, Moreno

Senate CommitteesBusiness, Labor, & Technology

House Committees

Local Government

A BILL FOR AN ACT

101 CONCERNING THE REGULATION OF WATER CONDITIONING APPLIANCES
102 PURSUANT TO THE PLUMBING CODE.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://www.leg.state.co.us/billsummaries.)

The bill limits the inclusion of water conditioning appliances in the definition of "plumbing" to only the installation of such systems that are connected to potable water systems with a pipe that is greater than 2 inches nominal diameter and specifically excludes from that definition the design, installation, and repair of such systems with a pipe that is 2 inches or less nominal diameter. The bill also clarifies that a person does not

SENATE rd Reading Unamended March 18, 2015

> SEINATE Amended 2nd Reading March 17, 2015

have to be registered as a plumbing contractor to subcontract with a plumber if all plumbing performed pursuant to the person's contract is performed by a licensed plumber.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** In Colorado Revised Statutes, 12-58-102, amend 3 (7); and **add** (10), (11), and (12) as follows: 4 **12-58-102. Definitions.** As used in this article, unless the context 5 otherwise requires: (7) "Plumbing contractor" means any person, firm, partnership, 6 7 corporation, association, or other organization who THAT undertakes or 8 offers to undertake for another the planning, laying out, supervising, 9 installing, or making of additions, alterations, and repairs in the 10 installation of plumbing. In order to act as a plumbing contractor, the 11 person, firm, partnership, corporation, association, or other organization 12 must either be or employ full-time a master plumber. "PLUMBING CONTRACTOR DOES NOT INCLUDE A WATER CONDITIONING CONTRACTOR, 13 14 A WATER CONDITIONING INSTALLER, OR A WATER CONDITIONING 15 PRINCIPAL. (10) (a) "Water conditioning contractor" means a person 16 17 THAT: 18 (I) UNDERTAKES OR OFFERS TO UNDERTAKE FOR ANOTHER THE 19 PLANNING, LAYING OUT, SUPERVISING, INSTALLING, OR MAKING OF 20 ADDITIONS, ALTERATIONS, OR REPAIRS IN THE INSTALLATION OF WATER 21 CONDITIONING APPLIANCES IN ONE-, TWO-, THREE-, OR FOUR-FAMILY 22 DWELLINGS, WHICH MUST NOT EXTEND MORE THAN TWO STORIES 23 ABOVEGROUND; AND 24 (II) IS REQUIRED TO BE REGISTERED PURSUANT TO SECTION

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1	12-58-105 (4).
2	(b) "WATER CONDITIONING CONTRACTOR" DOES NOT INCLUDE A
3	PLUMBING CONTRACTOR.
4	(11) (a) "Water conditioning installer" means a person
5	THAT:
6	(I) HAS THE NECESSARY QUALIFICATIONS, TRAINING, EXPERIENCE,
7	AND TECHNICAL KNOWLEDGE TO PROPERLY PLAN, LAY OUT, AND INSTALL
8	WATER CONDITIONING APPLIANCES IN ONE-, TWO-, THREE-, AND
9	FOUR-FAMILY DWELLINGS, WHICH MUST NOT EXTEND MORE THAN TWO
10	STORIES ABOVEGROUND, IN ACCORDANCE WITH THE STANDARDS AND
11	RULES ESTABLISHED BY THE BOARD;
12	(II) IS CERTIFIED BY A NATIONAL WATER CONDITIONING
13	ASSOCIATION RECOGNIZED BY THE BOARD, WITH THE TYPE OF
14	CERTIFICATION SPECIFIED BY THE BOARD; AND
15	(III) IS REQUIRED TO BE REGISTERED PURSUANT TO SECTION
16	12-58-105 (5).
17	(b) "Water conditioning installer" does not include a
18	LICENSED PLUMBER.
19	(12) (a) "Water conditioning principal" means a person
20	THAT:
21	(I) HAS THE NECESSARY QUALIFICATIONS, TRAINING, EXPERIENCE,
22	AND TECHNICAL KNOWLEDGE TO PROPERLY PLAN, LAY OUT, AND INSTALL
23	WATER CONDITIONING APPLIANCES IN ONE-, TWO-, THREE-, AND
24	FOUR-FAMILY DWELLINGS, WHICH MUST NOT EXTEND MORE THAN TWO
25	STORIES ABOVEGROUND, INCLUDING THE SUPERVISION OF SUCH WORK IN
26	ACCORDANCE WITH THE STANDARDS AND RULES ESTABLISHED BY THE
27	BOARD;

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1	(II) IS CERTIFIED BY A NATIONAL WATER CONDITIONING
2	ASSOCIATION RECOGNIZED BY THE BOARD, WITH THE TYPE OF
3	CERTIFICATION SPECIFIED BY THE BOARD; AND
4	(III) IS REQUIRED TO BE REGISTERED PURSUANT TO SECTION
5	12-58-105 (6).
6	(b) "WATER CONDITIONING PRINCIPAL" DOES NOT INCLUDE A
7	LICENSED PLUMBER.
8	SECTION 2. In Colorado Revised Statutes, 12-58-105, amend
9	(1); and add (4), (5), and (6) as follows:
10	12-58-105. Plumber must have license - registration - control
11	and supervision. (1) (a) No A person shall NOT engage in or work at the
12	business, trade, or calling of a residential, journeyman, or master plumber
13	in this state until he OR SHE has received a license from the division of
14	professions and occupations, upon written notice from the board or its
15	authorized agent, or a temporary permit from the board or its authorized
16	agent; EXCEPT THAT A PERSON MAY PRACTICE AS A WATER CONDITIONING
17	CONTRACTOR IF THE PERSON IS REGISTERED PURSUANT TO SUBSECTION (4)
18	OF THIS SECTION, AS A WATER CONDITIONING INSTALLER IF THE PERSON IS
19	REGISTERED PURSUANT TO SUBSECTION (5) OF THIS SECTION, OR AS A
20	WATER CONDITIONING PRINCIPAL IF THE PERSON IS REGISTERED PURSUANT
21	TO SUBSECTION (6) OF THIS SECTION.
22	(b) NOTHING IN THIS SECTION LIMITS THE ABILITY OF A LICENSED
23	RESIDENTIAL, JOURNEYMAN, OR MASTER PLUMBER, A PLUMBING
24	APPRENTICE, OR A REGISTERED PLUMBING CONTRACTOR TO PRACTICE
25	WITHIN HIS OR HER RESPECTIVE AREA AS AUTHORIZED BY THIS ARTICLE
26	WITH REGARD TO WATER CONDITIONING APPLIANCES.
27	(4) EXCEPT AS SPECIFIED IN PARAGRAPH (b) OF SUBSECTION (1) OF

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1	THIS SECTION, EFFECTIVE APRIL 1, 2016, A PERSON SHALL NOT OPERATE
2	AS A WATER CONDITIONING CONTRACTOR UNLESS THE PERSON:
3	(a) IS CURRENTLY REGISTERED WITH THE BOARD PURSUANT TO
4	THIS SUBSECTION (4) AS SPECIFIED IN RULES PROMULGATED AND FORMS
5	ADOPTED BY THE BOARD. THE BOARD SHALL REGISTER A WATER
6	CONDITIONING CONTRACTOR UPON PAYMENT OF THE FEE AS PROVIDED IN
7	SECTION 12-58-104 AND PRESENTATION OF EVIDENCE THAT THE
8	APPLICANT HAS COMPLIED WITH THE APPLICABLE WORKERS
9	COMPENSATION AND UNEMPLOYMENT COMPENSATION LAWS OF THIS
10	STATE; AND
11	(b) Is, or employs full-time, a water conditioning
12	PRINCIPAL, WHO SHALL BE RESPONSIBLE FOR ALL WATER CONDITIONING
13	APPLIANCE WORK PERFORMED BY THE CONTRACTOR.
14	(5) EXCEPT AS SPECIFIED IN PARAGRAPH (b) OF SUBSECTION (1) OF
15	THIS SECTION, EFFECTIVE APRIL 1, 2016, A PERSON SHALL NOT ENGAGE IN
16	OR WORK AT THE BUSINESS, TRADE, OR CALLING OF A WATER
17	CONDITIONING INSTALLER UNLESS THE PERSON IS CURRENTLY REGISTERED
18	WITH THE BOARD PURSUANT TO THIS SUBSECTION (5) AS SPECIFIED IN
19	RULES PROMULGATED AND FORMS ADOPTED BY THE BOARD. THE BOARD
20	SHALL REGISTER A WATER CONDITIONING INSTALLER UPON PAYMENT OF
21	THE FEE AS PROVIDED IN SECTION 12-58-104 AND SUBMISSION OF PROOF
22	THAT THE APPLICANT IS CERTIFIED BY A NATIONAL WATER CONDITIONING
23	ASSOCIATION RECOGNIZED BY THE BOARD, WITH THE TYPE OF
24	CERTIFICATION AS SPECIFIED BY THE BOARD.
25	(6) (a) EXCEPT AS SPECIFIED IN PARAGRAPH (b) OF SUBSECTION (1)
26	OF THIS SECTION, EFFECTIVE APRIL 1, 2016, A PERSON SHALL NOT ENGAGE
27	IN OR WORK AT THE BUSINESS, TRADE, OR CALLING OF A WATER

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1	CONDITIONING PRINCIPAL UNLESS THE PERSON IS CURRENTLY REGISTERED
2	WITH THE BOARD PURSUANT TO THIS SUBSECTION (6) AS SPECIFIED IN
3	RULES PROMULGATED AND FORMS ADOPTED BY THE BOARD. THE BOARD
4	SHALL REGISTER A WATER CONDITIONING PRINCIPAL UPON PAYMENT OF
5	THE FEE AS PROVIDED IN SECTION 12-58-104 AND SUBMISSION OF PROOF
6	THAT THE APPLICANT IS CERTIFIED BY A NATIONAL WATER CONDITIONING
7	ASSOCIATION RECOGNIZED BY THE BOARD, WITH THE TYPE OF
8	CERTIFICATION AS SPECIFIED BY THE BOARD.
9	(b) A WATER CONDITIONING PRINCIPAL SHALL BE RESPONSIBLE
10	FOR NO MORE THAN ONE WATER CONDITIONING CONTRACTOR AT A TIME.
11	THE WATER CONDITIONING PRINCIPAL SHALL NOTIFY THE BOARD WITHIN
12	FIFTEEN DAYS AFTER HIS OR HER TERMINATION AS A WATER CONDITIONING
13	PRINCIPAL FOR A WATER CONDITIONING CONTRACTOR. FAILURE TO
14	PROVIDE THE NOTICE MAY LEAD TO SUSPENSION OR REVOCATION OF THE
15	WATER CONDITIONING PRINCIPAL'S REGISTRATION AS PROVIDED IN
16	SECTION 12-58-110.
17	SECTION 3. In Colorado Revised Statutes, amend 12-58-106 as
18	follows:
19	12-58-106. Unauthorized advertising - use of title of plumber.
20	(1) No A person shall NOT advertise in any manner or use the title or
21	designation of master plumber, journeyman plumber, or residential
22	plumber unless he THE PERSON is qualified and licensed under this article.
23	(2) A PERSON SHALL NOT ADVERTISE IN ANY MANNER THAT THE
24	PERSON IS A WATER CONDITIONING CONTRACTOR, WATER CONDITIONING
25	INSTALLER, OR A WATER CONDITIONING PRINCIPAL UNLESS THE PERSON IS
26	REGISTERED AS SUCH PURSUANT TO THIS ARTICLE.
27	SECTION 4 In Colorado Revised Statutes, amend 12-58-108 as

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1	follows:
2	12-58-108. License renewal - reinstatement. (1) All license and
3	contractor registration renewal and renewal fees shall be in accordance
4	with the provisions of sections 24-34-102 and 24-34-105, C.R.S.
5	(2) Any license or contractor registration that has lapsed shall be
6	IS deemed to have expired. Prior to reinstatement, the board is authorized
7	to require the licensee to demonstrate competency. Licenses AND
8	REGISTRATIONS shall be renewed or reinstated pursuant to a schedule
9	established by the director of the division of professions and occupations
10	within the department of regulatory agencies and pursuant to section
11	24-34-102 (8), C.R.S. The director of the division of professions and
12	occupations within the department of regulatory agencies may establish
13	renewal fees and delinquency fees for reinstatement pursuant to section
14	24-34-105, C.R.S. If a person fails to renew his or her license OR
15	REGISTRATION pursuant to the schedule established by the director of the
16	division of professions and occupations, such THE license or contractor
17	registration shall expire. Any person whose license or contractor
18	registration has expired shall be IS subject to the penalties provided in this
19	article or section 24-34-102 (8), C.R.S.
20	SECTION 5. In Colorado Revised Statutes, 12-58-110, amend
21	(1) (n), (1) (o), and (1) (p) as follows:
22	12-58-110. Disciplinary action by board - licenses or
23	registrations denied, suspended, or revoked - cease-and-desist orders.
24	(1) The board may deny, suspend, revoke, or refuse to renew any license
25	or registration issued or applied for under the provisions of this article or
26	place a licensee or a registrant on probation for any of the following

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reasons:

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1	(n) Disciplinary action against a plumber's license OR
2	REGISTRATION in another jurisdiction. Evidence of such disciplinary
3	action shall be IS prima facie evidence for denial of licensure OR
4	REGISTRATION or other disciplinary action if the violation would be
5	grounds for such disciplinary action in this state.
6	(o) Practicing as a WATER CONDITIONING CONTRACTOR, WATER
7	CONDITIONING INSTALLER, WATER CONDITIONING PRINCIPAL, OR A
8	residential, journeyman, or master plumber during a period when the
9	person's license OR REGISTRATION has been suspended or revoked;
10	(p) Selling or fraudulently obtaining or furnishing a license or
11	registration to practice as a residential, journeyman, or master plumber,
12	or WATER CONDITIONING CONTRACTOR, WATER CONDITIONING INSTALLER,
13	WATER CONDITIONING PRINCIPAL, OR plumbing contractor or aiding or
14	abetting in such activity;
15	SECTION 6. In Colorado Revised Statutes, amend 12-58-110.1
16	as follows:
17	12-58-110.1. Reapplication after revocation of licensure or
18	registration. No A person whose license OR REGISTRATION has been
19	revoked shall be IS NOT allowed to reapply for licensure OR REGISTRATION
20	earlier than two years from the effective date of the revocation.
21	SECTION 7. In Colorado Revised Statutes, 12-58-113, amend
22	(6) (a) introductory portion as follows:
23	12-58-113. Exemptions. (6) (a) Nothing in this article requires
24	a plumbing license, contractor registration, or permit to perform:
25	SECTION 8. In Colorado Revised Statutes, amend 12-58-115 as
26	follows:
2.7	12-58-115. Municipal and county regulations. (1) Any city.

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1	town, county, or city and county of this state may provide for the
2	licensing of plumbing contractors OR WATER CONDITIONING
3	CONTRACTORS. Plumbing Contractors who obtain local licensing must
4	also register with the board in accordance with section 12-58-105. (3).
5	(2) No A local government agency may SHALL NOT promulgate
6	rules or regulations or provide for licenses which THAT would preclude
7	the holder of a valid license OR REGISTRATION issued under this article
8	from practicing his THE HOLDER'S trade.
9	SECTION 9. In Colorado Revised Statutes, 12-58-116, add (3)
10	as follows:
11	12-58-116. Unauthorized practice - penalties. (3) Effective
12	APRIL 1, 2016, A PERSON WHO ENGAGES IN OR WORKS AT OR OFFERS OR
13	ATTEMPTS TO ENGAGE IN OR WORK AT THE BUSINESS, TRADE, OR CALLING
14	OF A WATER CONDITIONING CONTRACTOR, WATER CONDITIONING
15	INSTALLER, OR WATER CONDITIONING PRINCIPAL WITHOUT AN ACTIVE
16	REGISTRATION ISSUED UNDER THIS ARTICLE COMMITS A CLASS $\overline{2}$
17	MISDEMEANOR AND SHALL BE PUNISHED AS PROVIDED IN SECTION
18	18-1.3-501, C.R.S., FOR THE FIRST OFFENSE, AND FOR THE SECOND OR ANY
19	SUBSEQUENT OFFENSE, THE PERSON COMMITS A CLASS 6 FELONY AND
20	SHALL BE PUNISHED AS PROVIDED IN SECTION 18-1.3-401, C.R.S.
21	SECTION 10. Applicability. This act applies to conduct
22	occurring on or after the effective date of this act.
23	SECTION 11. Safety clause. The general assembly hereby finds,
24	determines, and declares that this act is necessary for the immediate
25	preservation of the public peace, health, and safety.

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