1	HOUSE BILL 491	
2	57TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2025	
3	INTRODUCED BY	
4	Jonathan A. Henry	
5		
6		
7		
8		
9		
10	AN ACT	
11	RELATING TO CONSTRUCTION INDUSTRIES; LICENSING PRIVATE	
12	INSPECTION COMPANIES; ALLOWING COMPANIES TO PROVIDE PRIVATE	
13	INSPECTORS FOR GOVERNMENTS AND FOR CONTRACTORS AND HOMEOWNERS;	
14	REQUIRING THE EMPLOYMENT OF CERTIFIED BUILDING OFFICIALS;	
15	LIMITING EMPLOYMENT OF INSPECTORS; CLARIFYING PROVISIONS OF THE	
16	CONSTRUCTION INDUSTRIES LICENSING ACT; MAKING TECHNICAL	
17	AMENDMENTS.	
18		
19	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:	
20	SECTION 1. Section 60-13-1.1 NMSA 1978 (being Laws 1967,	
21	Chapter 199, Section 4, as amended) is amended to read:	
22	"60-13-1.1. PURPOSE OF THE ACTThe purpose of the	
23	Construction Industries Licensing Act is to promote the general	
24	welfare of the people of New Mexico by providing for the	
25	protection of life and property by adopting and enforcing codes	
	.229211.2	

and standards for construction, alteration, installation, connection, demolition and repair work. To effect this purpose, it is the intent of the legislature that:

A. examination, licensing and certification of the occupations and trades within the jurisdiction of the Construction Industries Licensing Act be such as to ensure or encourage the highest quality of performance and to require compliance with approved codes and standards and be, to the maximum extent possible, uniform in application, procedure and enforcement;

B. to provide more inspection resources for governments, the division shall license private inspection companies to perform inspection services for governments; perform inspections for licensed contractors and homeowners to enforce and improve building safety; ensure contractor compliance with laws, codes and standards; and provide for a more efficient and cost-effective construction process for governments, contractors and homeowners;

[B.] <u>C.</u> there be eliminated the wasteful and inefficient administrative practices of dual licensing, duplication of inspection, nonuniform classification and examination of closely related trades or occupational activities and jurisdictional conflicts; and

[C.] <u>D.</u> contractors <u>and private inspection</u> <u>companies</u> be required to furnish and maintain evidence of .229211.2 - 2 -

underscored material = new [bracketed material] = delete 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

responsibility."

SECTION 2. Section 60-13-2 NMSA 1978 (being Laws 1967, Chapter 199, Section 2, as amended by Laws 2013, Chapter 142, Section 1 and by Laws 2013, Chapter 153, Section 1) is amended to read:

"60-13-2. GENERAL DEFINITIONS.--As used in the Construction Industries Licensing Act:

A. "division" means the construction industries division of the regulation and licensing department;

B. "trade bureau", "jurisdiction" and "trade bureau jurisdiction" mean the electrical bureau, the mechanical bureau, the general construction bureau or the liquefied petroleum gas bureau of the division;

C. "jurisdictional conflict" means a conflict between or among trade bureaus as to the exercise of jurisdiction over an occupation or trade for which a license is required under the provisions of the Construction Industries Licensing Act;

D. "person" includes an individual, firm, partnership, corporation, association or other organization, or any combination thereof;

E. "qualifying party" means [an individual] <u>a</u> <u>person</u> who submits to the examination for a [license] <u>certificate of qualification</u> to be issued under the Construction Industries Licensing Act and who is responsible .229211.2 - 3 -

<u>underscored material = new</u> [bracketed material] = delete for [the licensee's] <u>a licensed contractor's</u> compliance with the requirements of that act and with the rules, [regulations] codes and standards adopted and promulgated in accordance with that act;

F. "certificate of qualification" means a certificate issued by the division to a qualifying party;

G. "journeyman" means [an individual] <u>a person</u> who is properly certified by the electrical bureau or the mechanical bureau, as required by law, to engage in or work at the certified trade;

H. "apprentice" means [an individual] <u>a person</u> who is engaged, as [the individual's] that person's principal occupation, in learning and assisting in a trade;

I. "wages" means compensation paid to [an individual] <u>a person</u> by an employer from which taxes are required to be withheld by federal and state law;

J. "public use" means the use or occupancy of a structure, facility or manufactured commercial unit to which the general public, as distinguished from residents or employees, has access;

K. "bid" means a written or oral offer to contract; L. "building" means a structure built for use or occupancy by persons or property, including manufactured commercial units and modular homes or premanufactured homes designed to be placed on permanent foundations whether mounted .229211.2

- 4 -

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 on skids or permanent foundations or whether constructed on or 2 off the site of location;

M. "inspection agency" means a [firm, partnership,
corporation, association or any combination thereof] person
approved in accordance with [regulations] rules promulgated by
the division as having the personnel and equipment available to
adequately inspect for the proper construction of manufactured
commercial units, modular homes or premanufactured homes;

9 N. "director" means the administrative head of the
10 division;

11 0. "chief" means the administrative head of a trade 12 bureau;

P. "commission" means the construction industries commission;

Q. "manufactured commercial unit" means a movable or portable housing structure over thirty-two feet in length or over eight feet in width that is constructed to be towed on its own chassis and designed so as to be installed without a permanent foundation for use as an office or other commercial purpose and that may include one or more components that can be retracted for towing purposes and subsequently expanded for additional capacity, or two or more units separately towable but designed to be joined into one integral unit, as well as a single unit, but that does not include any movable or portable housing structure over twelve feet in width and forty feet in .229211.2

- 5 -

13

14

15

16

17

18

19

20

21

22

23

24

length that is used for nonresidential purposes. "Manufactured commercial unit" does not include modular or premanufactured homes, built to a nationally recognized standard adopted by the commission and designed to be permanently affixed to real property;

R. "code" means a body or compilation of provisions or standards adopted by the commission that govern contracting or some aspect of contracting; that provide for safety and protection of life and health; and that are published by a nationally recognized standards association;

S. "inspector" means a person certified by the division and certified by one or more trade bureaus to conduct inspections of permitted work to ensure that all work performed by a contractor or the homeowner complies with the applicable code;

T. "statewide inspector's certificate" means a certificate that enables an inspector to conduct inspections in one or more trade bureau jurisdictions for [the state or any county, municipality or other political subdivision] <u>a</u> <u>government or private inspection company</u> that has a certified building official in its employ; [and]

U. "certified building official" means an employee of [any county, municipality or other political subdivision] <u>a</u> <u>government or private inspection company</u> who has a broad knowledge of the construction industry, holds a current .229211.2 - 6 -

underscored material = new [bracketed material] = delete 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 nationally recognized code organization certified building 2 official certificate and has: 3 (1) been a practicing inspector or practicing 4 contractor for at least five years; or 5 held a management position in a (2) 6 construction-related company or construction organization for 7 at least five of the past ten years; 8 V. "private inspection company" means a private 9 enterprise that is licensed by the division to apply for 10 permits and conduct inspections of permitted work to ensure 11 that all work performed by a contractor or homeowner complies 12 with applicable codes and approved plans, including inspections 13 of manufactured commercial units, modular homes or 14 premanufactured homes, and that reports to the appropriate 15 governmental jurisdiction; and 16 W. "government" means the state or a county, 17 municipality or other political subdivision." 18 SECTION 3. Section 60-13-8 NMSA 1978 (being Laws 1967, 19 Chapter 199, Section 12, as amended) is amended to read: 20 "60-13-8. DIVISION--EMPLOYEES--EQUIPMENT AND SUPPLIES.--21 The division shall employ personnel, procure Α. 22 equipment and supplies and assemble records as necessary to 23 carry out the provisions of the Construction Industries 24 Licensing Act. 25 Β. [Any] A person who is employed or placed under

- 7 -

.229211.2

<u>underscored material = new</u> [bracketed material] = delete

1 contract by the division or by [any county or municipality for 2 the purpose of carrying] another government to carry out the 3 provisions of the Construction Industries Licensing Act and who 4 holds [any] a contractor's license or certificate of competence 5 issued by the division shall, as a condition of employment or 6 contract, surrender the contractor's license or certificate of 7 competence to the division to be held in inactive status. The 8 division shall place the license or certificate on hold 9 effective from the date the employment or contract begins until 10 the date the employment or contract terminates. The license or 11 certificate shall remain in effect after the hold period for 12 the same number of days as it would have remained in effect but 13 for the hold.

<u>C. Employees of the division shall not engage in</u> <u>any business activity that would be considered contracting</u> <u>pursuant to the Construction Industries Licensing Act.</u>"

SECTION 4. Section 60-13-9 NMSA 1978 (being Laws 1978, Chapter 73, Section 1, as amended by Laws 2013, Chapter 142, Section 2 and by Laws 2013, Chapter 153, Section 2) is amended to read:

"60-13-9. DIVISION--DUTIES.--The division shall:

A. approve and adopt examinations on codes and standards, business knowledge, division rules [and regulations] and [on] the Construction Industries Licensing Act recommended by the commission for all classifications of contractor's .229211.2 - 8 -

25

14

15

16

17

18

licenses;

1

bracketed material] = delete

underscored material = new

2 Β. issue, under the director's signature, 3 contractor's licenses, [and] certificates of qualification and 4 private inspection company licenses in accordance with the 5 provisions of the Construction Industries Licensing Act; submit a list of all contractor's licenses, 6 C. 7 statewide inspector's certificates, [and] certificates of 8 qualification and private inspection company licenses issued by 9 the division to the commission for review and approval; 10 D. resolve jurisdictional conflicts by assigning 11 specific responsibility to the appropriate bureau for preparing 12 examinations and for certifying and inspecting each occupation, 13 trade or activity covered by the Construction Industries 14 Licensing Act; 15 establish and collect fees authorized to be Ε. 16 collected by the division pursuant to the Construction 17 Industries Licensing Act; 18 F. adopt all building codes and minimum standards 19 as recommended by the trade bureaus and approved by the 20 commission so that the public welfare is protected, uniformity 21 is promoted and conflicting provisions are avoided; 22 G. with approval of the superintendent of 23 regulation and licensing, employ such personnel as the division 24 deems necessary for the exclusive purpose of investigating 25 violations of the Construction Industries Licensing Act, .229211.2

- 9 -

enforcing Sections 60-13-12 and 60-13-38 NMSA 1978 and instituting legal action in the name of the division to accomplish the provisions of Section 60-13-52 NMSA 1978;

H. approve, disapprove or revise the recommended budget of each trade bureau and submit the budgets of those bureaus, along with its own budget, to the regulation and licensing department;

8 I. approve, disapprove or revise and submit to the
9 regulation and licensing department all requests of the trade
10 bureaus for emergency budget transfers;

J. make an annual report to the superintendent of regulation and licensing and develop a policy manual concerning the operations of the division and the trade bureaus. The report shall also contain the division's recommendations for legislation it deems necessary to improve the licensing and technical practices of the construction and LP gas industries and to protect persons, property and agencies of the state and its political subdivisions;

K. adopt, subject to commission approval, rules [and regulations] necessary to carry out the provisions of the Construction Industries Licensing Act and the LPG and CNG Act;

L. maintain a complete record of all applications; all licenses issued, renewed, canceled, revoked and suspended; and all fines and penalties imposed by the division or commission and may make that information available to certified .229211.2

<u>underscored material = new</u> [bracketed material] = delete 1

2

3

4

5

6

7

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 code jurisdictions;

2

3

4

5

6

7

8

9

10

11

13

14

15

16

17

18

19

20

21

22

23

24

25

М. furnish, upon payment of a reasonable fee established by the division, a certified copy of any license issued or of the record of the official revocation or suspension thereof. Such certified copy shall be prima facie evidence of the facts stated therein; and

publish a list of contractors, with their N. addresses and classifications, licensed by the division. The list shall be furnished without charge to such public officials, public bodies or public works and building departments as the division deems advisable. The list shall be 12 published [annually and supplements shall be provided] at least quarterly on the division's website and updated more frequently as the division deems necessary. [Copies] A paper copy of the published list [and supplements] shall be furnished to any person upon request and payment of a reasonable fee established by the division."

SECTION 5. Section 60-13-11 NMSA 1978 (being Laws 1967, Chapter 199, Section 14, as amended) is amended to read:

"60-13-11. DIVISION OR COMMISSION--POWERS.--The division or the commission may:

sue and be sued, issue subpoenas and compel the Α. attendance of witnesses and the production of documents, records and physical exhibits in any hearing;

> Β. administer oaths;

.229211.2

= delete underscored material = new bracketed material]

- 11 -

C. adopt and use a seal for authentication of its records, processes and proceedings;

D. compel minimum code compliance in all certified code jurisdictions and political subdivisions; and

E. investigate <u>and prosecute</u> code <u>and license</u> violations in any code jurisdictions in New Mexico."

SECTION 6. Section 60-13-32 NMSA 1978 (being Laws 1967, Chapter 199, Section 35, as amended) is amended to read:

9 "60-13-32. TRADE BUREAUS--DEFINITIONS.--As used in the
10 Construction Industries Licensing Act:

A. "electrical wiring" means all wiring, conductors, fixtures, devices, conduits, appliances or other equipment, including generating equipment such as solar electricity generating equipment of not over ten kilowatt capacity, used in connection with the general distribution or use of electrical energy;

B. "plumbing" means the installing, altering and repairing of all plumbing fixtures, fixture traps and soil, waste, supply and vent pipes, with their devices, appurtenances and connections, through which water, waste, sewage, oil and air are carried, when done within the property lines of the building or structure to be served by the plumbing or to the point of connection with the utility system. This subsection shall not be construed as prohibiting the installation by a "fixed works" licensee of service lines from the utility system .229211.2

underscored material = new [bracketed material] = delete 1

2

3

4

5

6

7

8

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 12 -

to a point five feet outside the building or structure to be 2 served by the plumbing;

"fixtures" includes closet bowls, lavatories, 3 C. 4 bathtubs, showers, kitchen sinks, laundry trays, hot water 5 tanks, softeners, urinals, bidets, service sinks, shower pans, 6 drink fountains, water compressors, water coolers, septic tanks 7 or similar systems of sewage disposal and such other similar 8 fixtures used in plumbing as designated by the mechanical 9 bureau;

10 "gas fitting" means the installing, altering and D. repairing of consumers' gas piping and the installation or 11 12 safety-related repair of appliances [utilizing] using natural 13 gas as fuel and their appurtenances in or upon premises of the 14 consumers:

"softener" or "water conditioner" means any Ε. appliance, apparatus, fixture and equipment that is designed to soften, filter or change the mineral content of water, whether permanent or portable; and

"certificate of competence" means evidence of F. competence issued by the division to a journeyman electrician, journeyman plumber, journeyman gas fitter, journeyman pipe fitter or journeyman welder working on pipelines, collection lines or compressor stations."

SECTION 7. Section 60-13-41 NMSA 1978 (being Laws 1967, Chapter 199, Section 49, as amended by Laws 2013, Chapter 142, .229211.2 - 13 -

bracketed material] = delete underscored material = new

15

16

17

18

19

20

21

22

23

24

25

1 Section 4 and by Laws 2013, Chapter 153, Section 4) is amended 2 to read:

"60-13-41. **INSPECTORS--DESIGNATED INSPECTION** AGENCIES--PRIVATE INSPECTION COMPANIES.--

The division may employ state inspectors [shall Α. be employed by the director] or may contract with a private 7 inspection company to carry out state inspections.

8 Qualifications for inspectors shall be Β. 9 prescribed by the commission, and applicants shall submit to an 10 appropriate background check as prescribed by the commission. 11 Inspectors shall meet the minimum continuing education 12 requirements as prescribed by the nationally recognized code 13 organization for each trade bureau jurisdiction and provide 14 proof of such credits to the division upon application for or 15 renewal of certification.

The division shall certify and issue a statewide C. inspector's certificate to any person who meets the requirements established by the nationally recognized code organization for certification. The certificate shall list all trade bureaus for which the inspector is certified to inspect and shall be valid for a term of three years.

An inspector or statewide inspector shall be D. employed by a [county, municipality or other political subdivision] government or by a private inspection company in order to inspect work under permits issued in the trade bureau .229211.2

- 14 -

bracketed material] = delete underscored material = new

3

4

5

6

16

17

18

19

20

21

22

23

24

1 for which the inspector or statewide inspector is certified; 2 provided that the [county, municipality or other political 3 subdivision] government or private inspection company has a 4 certified building official in its employ and the government 5 has adopted the current minimum code standards as established by the commission. A government shall publish any codes in 6 7 their entirety that it has adopted that are in excess of state 8 codes.

E. Except as provided in Subsection F of this section, the state or its agent, <u>which may be a private</u> <u>inspection company</u>, shall conduct all inspections if [<u>a county</u>, <u>municipality or other political subdivision</u>] <u>another government</u> does not have a certified building official in its employ.

F. A [county, municipality or other political subdivision] government may enter into a memorandum of understanding to share a certified building official and inspectors operating under that certified building official with another [county, municipality or other political subdivision; provided that the certified building official is employed in the same county, in an adjacent county, within one hundred miles of the county, municipality or other political subdivision or as approved by the division] government or may contract with a private inspection company for the services of a certified building official and inspectors. Memoranda of understanding and contracts pursuant to this subsection shall .229211.2

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 15 -

1

be listed on the division's website.

2 [G. A person currently acting in the capacity of a 3 certified building official may continue to act in that 4 capacity and shall have five years from the effective date of this 2013 act to become a certified building official as 5 6 prescribed by the Construction Industries Licensing Act.] 7 G. When a certified building official leaves the employ of a [county, municipality or other political 8 9 subdivision] government, the plan review, permitting and 10 inspections overseen by that certified building official shall 11 transfer to the state unless the [county, municipality or other 12 political subdivision] government, within sixty days, or a 13 longer period as approved by the division, replaces that 14 certified building official or enters into a memorandum of 15 understanding or contract pursuant to Subsection F of this 16 When a certified building official leaves the employ section. 17 of a private inspection company, the company has sixty days, or 18 a longer period as approved by the division, to replace that 19 certified building official.

H. The division may appoint inspection agencies <u>or</u> <u>private inspection companies</u> to inspect the construction, installation, alteration or repair of manufactured commercial units, modular homes and premanufactured homes, including those manufacturers whose business premises are without the state, to ensure that the New Mexico standards of construction and

.229211.2

- 16 -

underscored material = new
[bracketed material] = delete

20

21

22

23

24

installation are adhered to and that the quality of
construction meets all New Mexico codes and standards. If the
inspection agency or private inspection company has no place of
business within the state, it shall file a written statement
with the secretary of state setting forth its name and business
address and designating the secretary of state as its agent for
the service of process.

8 I. The division shall, with the approval of the
9 commission, establish qualifications for inspectors <u>and</u>
10 <u>statewide inspectors</u> certified to inspect in more than one
11 bureau's jurisdiction.

J. The director shall assign an investigator to investigate the merits of every complaint brought against an inspector, <u>inspection agency or private inspection company</u> and report to the commission within ten days."

SECTION 8. Section 60-13-42 NMSA 1978 (being Laws 1967, Chapter 199, Section 50, as amended) is amended to read:

"60-13-42. AUTHORITY OF INSPECTORS--LIMITATION.--

A. A state-certified inspector, <u>including state-</u> <u>certified inspectors employed by a private inspection company</u>, may, during reasonable hours, enter any building or go upon any premises in the discharge of the inspector's official duties [for the purpose of making] to make an inspection of work performed or [for the purpose of testing] to test any installation authorized within the jurisdiction of the .229211.2

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 17 -

inspector's trade certification. The inspector may cut or disconnect, or have cut or disconnected in cases of emergency, an installation or device when necessary for safety to life or property or where the installation may interfere with the work of a fire department. Public utilities, rural electric cooperatives and utility departments of counties or municipalities shall cooperate with the requests of inspectors.

8 The inspector may disconnect or order the Β. 9 discontinuance of service to any installation, device, 10 appliance or equipment found to be dangerous to life or 11 property because it is defective or is incorrectly installed, 12 until the installation, device, appliance or equipment is made 13 safe and is approved by the inspector.

C. The inspector may order the correction of any defects or any incorrect installation that prompted the disconnection and discontinuance of service.

D. In all cases where disconnection is made, a notice shall be attached by the inspector to the installation, device, appliance or equipment disconnected, which notice shall state that the same has been disconnected by or on order of the inspector and the reason for the disconnection. It is unlawful for a person to remove the notice or to use the installation, device, appliance or equipment without authorization of an inspector.

Ε. The division shall by [regulation] rule adopt .229211.2

- 18 -

bracketed material] = delete underscored material = new

1

2

3

4

5

6

7

14

15

16

17

18

19

20

21

22

23

24

1 official inspection stickers or medallions [for the purpose of 2 identifying] to identify those modular homes and 3 premanufactured homes that have been inspected and found to 4 comply with all requirements of the state codes and standards. 5 State inspection and acceptance for use of modular homes and 6 premanufactured homes shall exclusively apply to the use and 7 occupancy of such dwellings in the state and in any of its 8 political subdivisions, subject to the requirements of local 9 planning and zoning ordinances and ordinances requiring permits 10 and inspections for foundations, electrical and mechanical 11 hookups or other safety or sanitary requirements.

F. Certified building officials and inspectors employed by governments shall not be employed by private inspection companies."

SECTION 9. Section 60-13-44 NMSA 1978 (being Laws 1967, Chapter 199, Section 52, as amended) is amended to read:

"60-13-44. TRADE BUREAUS--STANDARDS--CONFLICTS.--

A. The electrical bureau shall recommend to the commission minimum standards for the installation or use of electrical wiring. The recommendations shall substantially embody the applicable provisions of an electrical code for safety to life and property promulgated by a nationally recognized association and developed through an open, balanced consensus process.

B. The mechanical bureau shall recommend to the .229211.2

- 19 -

underscored material = new
[bracketed material] = delete

12

13

14

15

16

17

18

19

20

21

22

23

24

commission minimum standards for the installation of all fixtures, consumers' gas pipe, appliances and materials installed in the course of a mechanical installation. The recommendations shall be in substantial conformity with codes and standards that are developed through an open, balanced consensus process. Manufacturers may choose the independent certification organization they wish to certify their products if the certification organization is accredited by the American national standards institute or other accreditation organization selected by the commission.

C. The general construction bureau shall recommend to the commission minimum standards for the construction, alteration or repair of buildings, except for those activities within the jurisdiction of the electrical bureau or the mechanical bureau. The recommendations shall substantially embody the applicable provisions of a nationally recognized building code that is developed through an open, balanced consensus process and shall give due regard to physical, climatic and other conditions peculiar to New Mexico. The standards shall include the authority to permit or deny occupancy of existing and new buildings or structures and authority to accept or deny the use of materials manufactured within or without the state. The general construction bureau may set minimum fees or charges for conducting tests to verify claims or specifications of manufacturers.

.229211.2

- 20 -

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1 D. The general construction bureau shall recommend 2 to the commission additional specifications for any public 3 building constructed in the state through expenditure of state, 4 county or municipal funds, bonds and other revenues, which 5 specifications shall embody standards making the building 6 accessible to persons who have a physical disability, and the 7 specifications shall conform substantially with those contained 8 in a nationally recognized standard for making public 9 facilities accessible to persons with a physical disability 10 that is developed through an open, balanced consensus process. 11 All orders and rules recommended by the general construction 12 bureau and adopted by the commission under the provisions of 13 this section shall be printed and distributed to all licensed 14 contractors, architects and engineers and to the governor's 15 commission on disability. The orders and rules shall take 16 effect on a date fixed by the commission, which shall not be 17 less than thirty days after their adoption by the commission, 18 and shall have the force of law.

E. The general construction bureau shall have the right of review of all specifications of public buildings and the responsibility to ensure compliance with the adopted standards.

<u>Governments and private inspection companies</u> are subject to the provisions of codes adopted and approved under the Construction .229211.2

[All political subdivisions of the state]

19

20

21

22

23

24

25

F.

- 21 -

Industries Licensing Act. Such codes constitute a minimum requirement for the codes of political subdivisions. <u>If a</u> <u>government adopts codes with minimum requirements in excess of</u> <u>state codes, it shall publish those codes in their entirety.</u>

G. The trade bureaus within their respective jurisdictions shall recommend to the commission standards that are developed through an open, balanced consensus process for the installation or use of electrical wiring, the installation of all fixtures, consumers' gas pipe, appliances and materials installed in the course of mechanical installation and the construction, alteration or repair of all buildings intended for use by persons with a physical disability or persons requiring special facilities to accommodate the aged. The recommendations shall give due regard to physical, climatic and other conditions peculiar to New Mexico.

H. The trade bureaus within their respective jurisdictions shall recommend to the commission standards for the construction, alteration, repair, use or occupancy of manufactured commercial units, modular homes and premanufactured homes. The recommendations shall substantially embody the applicable provisions or standards for the safety to life, health, welfare and property approved by the nationally recognized standards association and developed through an open, balanced consensus process and shall give due regard to physical, climatic and other conditions peculiar to New Mexico. .229211.2

underscored material = new
[bracketed material] = delete

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 22 -

Wherever existing state codes or standards conflict with the codes and standards adopted by the commission under the provisions of this subsection, the provisions of the applicable New Mexico building codes adopted pursuant to the Construction Industries Licensing Act and the LPG and CNG Act in effect at the applicable time shall exclusively apply and control, except for codes and standards for mobile housing units.

I. Modular homes and premanufactured homes in existence at the time of the effective date of the Construction Industries Licensing Act shall have their use or occupancy continued if such use or occupancy was legal on the effective date of that act, provided such continued use or occupancy is not dangerous to life. Any change in the use or occupancy or any major alteration or repair of a modular home or premanufactured home shall comply with all codes and standards adopted under the Construction Industries Licensing Act.

J. The commission shall review all recommendations made under the provisions of this section and shall by rule adopt standards and codes that substantially comply with the requirements of this section that apply to the recommendations of the trade bureaus."

SECTION 10. Section 60-13-45 NMSA 1978 (being Laws 1967, Chapter 199, Section 53, as amended) is amended to read:

"60-13-45. TRADE BUREAUS--<u>PRIVATE INSPECTION COMPANIES</u>--PERMITS.--

- 23 -

.229211.2

<u>underscored material = new</u> [bracketed material] = delete 1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

A. The trade bureaus within their respective trade
 jurisdictions may require a permit to be secured and
 conspicuously posted prior to any construction, installation,
 alteration, repair or addition to or within any building,
 structure or premises.

B. No permit shall be required for the performance of any of the following classes of work:

8 (1) minor repairs, replacement of lamps, the
9 connection of portable electrical equipment to suitable
10 receptacles [which] that are permanently installed, minor
11 repairs or replacement of or to faucets, taps or jets or
12 connection of portable equipment to suitable connections or
13 inlets [which] that have been permanently installed;

(2) installation of temporary wiring for testing electrical equipment or apparatus or installation of temporary fixtures or devices for testing fixtures, equipment, apparatus or appliances;

(3) installation, alteration or repair of electrical equipment for the operation of signals or the transmission of intelligence by wire; [and] or

(4) installation or work [which] that is done after regular business hours or during a holiday when immediate action is imperative to safeguard life, health or property, provided the person making the installation or performing the work applies for a permit covering the installation or work not .229211.2

- 24 -

6

7

14

15

16

17

18

19

20

21

22

23

24

1 later than the next business day.

C. If a permit has been issued for construction of a new residential building, that residential building shall not be occupied until a certificate of occupancy has been issued certifying compliance with all codes and standards.

6 D. The commission shall make rules [and 7 regulations] pertaining to the issuance of permits and the 8 setting of reasonable fees to be paid by the applicant for a 9 permit. The [regulations] rules shall provide a procedure for 10 the issuance of permits outside the corporate limits of a municipality where inspection is made by a state inspector or a 11 12 municipal inspector serving as a part-time state inspector or 13 an inspector in the employ of a private inspection company and 14 for inspections within a municipality where the inspection is 15 done [exclusively] by a full-time state inspector or an 16 inspector in the employ of a private inspection company. Each 17 trade bureau by [regulation] rule may require a reasonable bond 18 or surety in the penal sum of five hundred dollars (\$500) or 19 more, but not to exceed [fifteen hundred dollars] one thousand 20 five hundred dollars (\$1,500), with such bureau named as 21 obligee and conditioned for the payment of inspection fees 22 provided in the Construction Industries Licensing Act. Nothing 23 in this section shall preclude municipalities from making 24 inspections in accordance with the Construction Industries 25 Licensing Act or rules [and regulations] pursuant to that act .229211.2

- 25 -

underscored material = new
[bracketed material] = delete

2

3

4

1	or from establishing a schedule of fees to be paid by an
2	applicant for a permit.
3	E. In the event that the division assumes
4	inspections of a municipal or county jurisdiction, the permit
5	fees shall be paid directly to the division.
6	F. Pursuant to a contract with a government, a
7	private inspection company may:
8	(1) inspect the work for which a permit was
9	issued;
10	(2) use the same forms and request methods as
11	used by the government; and
12	(3) remit fees collected to the government in
13	accordance with the conditions of the contract. A private
14	inspection company may charge and keep fees in addition to the
15	government fees for performing inspections.
16	G. Pursuant to a contract with a contractor
17	licensed to perform the type of work to be undertaken by the
18	contractor, a private inspection company may:
19	(1) request a permit upon affidavit authorized
20	electronically or signed by the qualifying party and payment of
21	all initial inspection fees and service charges; and
22	(2) inspect the work of the contractor
23	pursuant to the permit.
24	H. Upon completion of all required inspections, the
25	private inspection company shall prepare a certificate of
	.229211.2

[bracketed material] = delete

<u>underscored material = new</u>

- 26 -

2the inspections performed, inc.3under oath as applicable, that4performed and that, to the beside5company's knowledge and belief6inspected complies with approxidant7and a declaration that any add8service charges have been paid9I. A contractor or10inspection process under a period11private inspection company shall12inspection provider until the13completed. To change the insp14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF REST	the permit-required work d plans and applicable codes, cional inspection fees and nomeowner who begins the it with the government or with a	
3 under oath as applicable, that 4 performed and that, to the best 5 company's knowledge and belief 6 inspected complies with approximation 7 and a declaration that any adding 8 service charges have been paid 9 I. A contractor or 10 inspection process under a performed. To change the inspection company shafe 11 private inspection company shafe 12 inspection provider until the inspection provider until the inspection provider until the inspection for change the inspection for change the inspection for the insp	<u>the stated inspections have been</u> <u>of the private inspection</u> <u>the permit-required work</u> <u>d plans and applicable codes,</u> <u>tional inspection fees and</u> <u>homeowner who begins the</u> <u>it with the government or with a</u>	
4performed and that, to the beside5company's knowledge and belief6inspected complies with approxidant and a declaration that any address7and a declaration that any address8service charges have been paid9I. A contractor or10inspection process under a period11private inspection company shat12inspection provider until the13completed. To change the insp14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as and17"60-13-49. PROOF OF RESIDE18A. [No] An applicant19for renewal of a contractor's20license until the director det21furnishes proof of responsibil	of the private inspection the permit-required work d plans and applicable codes, cional inspection fees and nomeowner who begins the it with the government or with a	
5 company's knowledge and belief 6 inspected complies with approx 7 and a declaration that any add 8 service charges have been paid 9 I. A contractor or 10 inspection process under a per 11 private inspection company sha 12 inspection provider until the 13 completed. To change the insp 14 issued requires the permission 15 SECTION 11. Section 60- 16 Chapter 199, Section 57, as an 17 "60-13-49. PROOF OF RESI 18 A. [No] An applica 19 for renewal of a contractor's 19 for renewal of a contractor det 20 license until the director det 21 furnishes proof of responsibil	the permit-required work d plans and applicable codes, cional inspection fees and nomeowner who begins the it with the government or with a	
6 inspected complies with approx 7 and a declaration that any add 8 service charges have been paid 9 I. A contractor or 10 inspection process under a per 11 private inspection company sha 12 inspection provider until the 13 completed. To change the insp 14 issued requires the permission 15 SECTION 11. Section 60- 16 Chapter 199, Section 57, as an 17 "60-13-49. PROOF OF RESI 18 A. [No] An applica 19 for renewal of a contractor's 10 license until the director det 20 license proof of responsibil	d plans and applicable codes, cional inspection fees and nomeowner who begins the it with the government or with a	
7and a declaration that any add service charges have been paid9I. A contractor or9I. A contractor or10inspection process under a per11private inspection company sha12inspection provider until the13completed. To change the insp14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF RES18A. [No] An applica19for renewal of a contractor's20license until the director det21furnishes proof of responsibil	tional inspection fees and nomeowner who begins the it with the government or with a	
 8 service charges have been paid 9 I. A contractor or 10 inspection process under a per 11 private inspection company sha 12 inspection provider until the 13 completed. To change the insp 14 issued requires the permission 15 SECTION 11. Section 60- 16 Chapter 199, Section 57, as an 17 "60-13-49. PROOF OF RESS 18 A. [No] An applica 19 for renewal of a contractor's 20 license until the director det 21 furnishes proof of responsibil 	nomeowner who begins the it with the government or with a	
9 I. A contractor or 10 inspection process under a per 11 private inspection company sha 12 inspection provider until the 13 completed. To change the insp 14 issued requires the permission 15 SECTION 11. Section 60- 16 Chapter 199, Section 57, as an 17 "60-13-49. PROOF OF RESI 18 A. [No] An applica 19 for renewal of a contractor's 20 license until the director det 21 furnishes proof of responsibil	it with the government or with a	
10inspection process under a per11private inspection company sha12inspection provider until the13completed. To change the insp14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF RES18A. [No] An applica19for renewal of a contractor's20license until the director det21furnishes proof of responsibil	it with the government or with a	
11private inspection company sha12inspection provider until the13completed. To change the insp14issued requires the permission14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF RES:18A. [No] An applica19for renewal of a contractor's20license until the director det21furnishes proof of responsibil	-	
12inspection provider until the13completed. To change the insp14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF RES:18A. [No] An applica19for renewal of a contractor's20license until the director det21furnishes proof of responsibil	continue with the same	
13completed. To change the insp14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF RESS18A. [No] An applica19for renewal of a contractor's20license until the director det21furnishes proof of responsibil		
14issued requires the permission15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF RES18A. [No] An applica19for renewal of a contractor's20license until the director det21furnishes proof of responsibil	inal inspection has been	
15SECTION 11. Section 60-16Chapter 199, Section 57, as an17"60-13-49. PROOF OF RES18A. [No] An applica19for renewal of a contractor's20license until the director det21furnishes proof of responsibil	completed. To change the inspection provider once a permit is	
 16 Chapter 199, Section 57, as an 17 "60-13-49. PROOF OF REST 18 A. [No] An application 19 for renewal of a contractor's 20 license until the director det 21 furnishes proof of responsibility 	issued requires the permission of the division."	
 17 "60-13-49. PROOF OF REST 18 A. [No] An application of a contractor's and the director det application of the director det furnishes proof of responsibility. 	-49 NMSA 1978 (being Laws 1967,	
 A. [No] <u>An</u> application for renewal of a contractor's license until the director det furnishes proof of responsibility 	nded) is amended to read:	
<pre>19 for renewal of a contractor's 20 license until the director det 21 furnishes proof of responsibil</pre>	NSIBILITY	
20 license until the director det 21 furnishes proof of responsibil	for a contractor's license or	
21 furnishes proof of responsibil	icense shall <u>not</u> be issued a	
	mines that the applicant	
22 this section.		
	y pursuant to Subsection B of	
23B. Proof of response	ty pursuant to Subsection B of	
24 thousand dollars (\$10,000) acc	ty pursuant to Subsection B of ibility shall be a bond of ten	
25 underwritten by a corporate su	ibility shall be a bond of ten	
.229211.2	ibility shall be a bond of ten ptable to the director and	

<u>underscored material = new</u> [bracketed material] = delete

- 27 -

business in New Mexico. Such bond shall meet the following conditions:

3 payments from a bond required pursuant to (1) 4 this section shall only be used to cure code violations caused 5 by a licensee, certified by the division and not corrected by the licensee. Claims against the bond shall be made within two 6 7 years following final inspection by the governmental entity 8 having jurisdiction over code enforcement or within two years 9 of issuance of a certificate of occupancy for the construction 10 project, whichever is earlier;

(2) the total aggregate liability of the surety for all claims shall be limited to the face amount of the bond;

(3) the bond carrier shall provide to the division and to the licensee thirty days' prior written notice of intent to cancel a bond required pursuant to this section. The surety for such a bond shall remain liable under the provisions of the bond for all obligations of the principal pertaining to bond terms that occur before the bond is canceled, expires or otherwise becomes ineffective;

(4) failure to maintain the bond for the period required by law is cause for revocation of the license; and

(5) if the bond is canceled, expires or otherwise becomes ineffective during the period of a license, .229211.2

underscored material = new
[bracketed material] = delete

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

- 28 -

1 the division shall notify the licensee that a new bond is 2 required. If the licensee has not provided proof of a new bond 3 before the fortieth day after the date on which the bond was 4 canceled, expired or otherwise became ineffective, the license 5 shall be subject to revocation for failure of proof of 6 responsibility. 7 C. Proof of responsibility for private inspection company licensees shall be established by rule of the 8 9 commission." 10 SECTION 12. A new section of the Construction Industries 11 Licensing Act is enacted to read: 12 "[NEW MATERIAL] PRIVATE INSPECTION COMPANY--LICENSING.--13 Α. A license shall not be issued by the division to 14 a private inspection company unless the director is satisfied 15 that the applicant is or has employed a certified building 16 official and the applicant has satisfied the requirements of 17 Subsection B of this section. 18 Β. An applicant for a private inspection company 19 license shall: 20 (1)demonstrate proof of responsibility as 21 provided in the Construction Industries Licensing Act; 22 demonstrate familiarity with the rules (2) 23 promulgated by the commission and division and that the 24 applicant has employed statewide inspectors and inspectors who 25 are familiar with the rules promulgated by the commission and .229211.2

underscored material = new
[bracketed material] = delete

- 29 -

1 division; 2 (3) include in the application the certificate 3 of the applicant's certified building official; 4 (4) if a corporation, incorporated 5 association, registered limited liability partnership or limited liability company, have complied with the laws of this 6 7 state requiring qualification to do business in New Mexico and 8 provide the name of its current registered agent and the 9 current address of its registered office in New Mexico; 10 if a person other than the persons (5) 11 described in Paragraph (4) of this subsection, provide a 12 current physical location address and mailing address of the 13 applicant's place of business; 14 submit proof of registration with the (6) 15 taxation and revenue department and submit a current tax 16 identification number; 17 (7) comply with any additional procedures and 18 rules that are established by the commission relating to 19 issuance of licenses; and 20 have had four years, within the ten years (8) 21 immediately prior to application, of practical or related trade 22 experience dealing specifically with the type of construction 23 or inspection services or its equivalent; provided that the 24 commission may waive the work experience requirement of this 25 paragraph when the qualifying party has been certified in New .229211.2

bracketed material] = delete underscored material = new

- 30 -

1	Mexico with the same license classification within the ten
2	years immediately prior to application.
3	C. The division may by rule provide for license
4	fees that are no higher than those charged to general
5	contractors.
6	D. A certified building official shall not work for
7	more than one private inspection company at the same time
8	unless the companies have at least thirty percent common
9	ownership."
10	- 31 -
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
	.229211.2

underscored material = new
[bracketed material] = delete