FIRST REGULAR SESSION

SENATE BILL NO. 31

103RD GENERAL ASSEMBLY

INTRODUCED BY SENATOR BECK.

KRISTINA MARTIN, Secretary

AN ACT

To amend chapter 324, RSMo, by adding thereto nine new sections relating to statewide mechanical contractor licenses, with penalty provisions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 324, RSMo, is amended by adding thereto nine new sections, to be known as sections 324.950, 324.953, 324.956, 324.959, 324.962, 324.965, 324.968, 324.971, and 4 324.974, to read as follows:

324.950. 1. The provisions of sections 324.950 to 2 324.974 shall be known and may be cited as the "Missouri 3 Statewide Mechanical Contractor Licensing Act" and shall not 4 be affected by the provisions of section 324.009. The 5 provisions of sections 324.950 to 324.974 shall not be 6 construed to affect the provisions of chapter 341.

2. As used in sections 324.950 to 324.974, unless the
context clearly indicates otherwise, the following terms
shall mean:

(1) "Apprentice", a person who holds a valid statewide
mechanical apprentice license to perform mechanical work
for, and under the direct supervision of, a journeyman;

(2) "Contractor", a person who holds a valid statewide
mechanical contractor license and who is employed by a
corporation, firm, institution, organization, or company to
perform mechanical work and directly supervise the
performance of mechanical work by journeymen;

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"Division", the division of professional 18 (3) 19 registration within the department of commerce and insurance; 20 (4) "Journeyman", a person who holds a valid statewide 21 mechanical journeyman license to perform mechanical work 22 for, and under the supervision of and inspection of, a 23 contractor, and to supervise and inspect the mechanical work 24 of an apprentice; "Local license", a license issued by a political 25 (5) 26 subdivision and valid only in that political subdivision 27 that is required to bid, accept, or perform mechanical work; "Mechanical work", work per the International Code 28 (6) Council, International Association of Plumbing and 29 Mechanical Officials, 30 CSR 20, or the National Fire 30 31 Protection Association (NFPA) 99. 32 The term "mechanical work" shall include the (a) 33 design, installation, maintenance, construction, alteration, 34 repair, and inspection of any: HVAC system and associated appurtenances; 35 a. 36 b. HVAC duct system and associated appurtenances; Exhaust systems and associated appurtenances; 37 c. d. Combustion air or make up air and associated 38 39 appurtenances; 40 Chimneys and vents and associated appurtenances, e. 41 excluding those regulated by local ordinances as such 42 existed on April 18, 2023; 43 f. Hydronic piping systems and associated appurtenances that are part of an HVAC system; 44 Boilers, water heaters that are one hundred twenty 45 α. 46 gallons and above, or two hundred thousand British thermal units (BTUs) and above, and pressure vessels and associated 47 appurtenances, excluding those covered by a nationally 48 49 standardized plumbing code, those regulated by local

50 ordinances as such existed on April 18, 2023, or those used 51 for potable water systems;

h. Process piping systems and associated appurtenances;
i. Fuel gas distribution piping and associated
appurtenances, excluding those regulated by local ordinances
as such existed on April 18, 2023;

j. Fuel oil-fired and solid fuel appliances and
associated appurtenances, excluding those covered by a
nationally standardized plumbing code or local ordinances
promulgated by a political subdivision of this state as such
ordinances existed on April 18, 2023;

k. Fuel oil piping and storage vessels and associated
 appurtenances;

63 1. Fuel oil-fired and solid fuel appliance venting
64 systems and associated appurtenances;

65 m. Equipment and appliances intended to utilize solar 66 energy for space heating or cooling together with associated 67 appurtenances;

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n. Process heating and associated appurtenances;

o. Refrigeration systems, including all equipment and
 components thereof and associated appurtenances;

p. Nonmedical air, nonmedical oxygen, and nonmedical vacuum piping for mechanical equipment and associated appurtenances, excluding work covered by a nationally standardized plumbing code;

q. Liquefied petroleum gas distribution piping and
associated appurtenances, excluding work covered by a
nationally standardized plumbing code or local ordinances as
such ordinances existed on April 18, 2023;

r. Biogas, biodiesel, hydrogen processing systems, and
 ethanol distribution and associated appurtenances;

s. Chillers, cooling towers, and associated support
 steel and appurtenances for cooling towers;

t. Petroleum piping and venting together with
associated equipment and associated appurtenances, pumps,
and tanks governed by NFPA 30 and 30a;

u. All fuel and petroleum pipelines, piping, and
 associated pumping stations with associated equipment and
 appurtenances; and

v. All associated equipment and facilities related to
subparagraphs a. to u. of this paragraph.

91 (b) Notwithstanding the provisions of this subdivision
92 to the contrary, the term "mechanical work" shall not
93 include, and the provisions of sections 324.950 to 324.974
94 shall not apply to, the design, installation, maintenance,
95 construction, alteration, repair, or inspection of any:

a. Solid-fuel or gas-fueled hearth appliance,
including, but not limited to, wood stoves and fireplaces,
manufacturer-specified venting systems, fireplace chimneys,
outdoor cooking appliances with manufacturer-specified
venting systems, outdoor fireplaces, or outdoor fire pits;

b. Propane-related equipment for which certification
is required by any regulation adopted under subdivision (3)
of subsection 13 of section 323.035; or

104 c. Fire sprinkler or suppression systems.

Additional certification may be required by the division for
a particular scope of mechanical work;

107 (7) "Residential work", service-related and
108 replacement-related mechanical work in an existing domicile
109 for or on behalf of the individual owners or renters
110 occupying:

111 (a) Single-family houses;

(b) An individual dwelling unit in a duplex, triplex,
or fourplex; or

(c) An individual dwelling unit in an apartment
 building containing five or more apartments.

The term "residential work" shall not include new construction or work required for a building or structure as a whole that services more than one dwelling unit;

(8) "Statewide mechanical apprentice license", a valid
license issued by the division to an apprentice to
physically perform mechanical work under the direct
supervision and inspection of a journeyman;

(9) "Statewide mechanical contractor license", a valid
license issued by the division to a contractor to bid and
accept mechanical work in any political subdivision
regardless of local requirements to bid and accept
mechanical work, to physically perform mechanical work, and
to directly supervise and inspect the mechanical work of a
journeyman;

(10) "Statewide mechanical journeyman license", a
valid license issued by the division to a journeyman to
physically perform mechanical work under the supervision and
inspection of a contractor and to directly supervise and
inspect the mechanical work of an apprentice.

324.953. 1. The division shall adopt, implement, 2 rescind, amend, and administer such rules as may be 3 necessary to carry out the provisions of sections 324.950 to 4 324.974, including but not limited to, the following:

5 (1) Training, education, and experience requirements 6 for licensure under sections 324.950 to 324.974;

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(2) Application forms and fees;

SB 31

8 (3) Professional education units for license renewal
9 and approval of professional education programs;

10 (4) Renewal dates, notifications of renewal, and
 11 renewal applications and fees;

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(5) Inactive licenses and reinstatement procedures; and

13 (6) Professional conduct and ethical standards of14 business practice for licensees.

Any rule or portion of a rule, as that term is defined in 15 section 536.010, that is created under the authority 16 17 delegated in this section shall become effective only if it complies with and is subject to all of the provisions of 18 19 chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the 20 21 powers vested with the general assembly pursuant to chapter 22 536 to review, to delay the effective date, or to disapprove 23 and annul a rule are subsequently held unconstitutional, 24 then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2025, shall be invalid and void. 25

26 2. For the purpose of sections 324.950 to 324.974, the
 27 division shall:

(1) Employ, within the limits of the appropriations
 for such purpose, employees as are necessary to carry out
 the provisions of sections 324.950 to 324.974;

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(2) Exercise all administrative functions;

32 (3) Establish all applicable fees, set at an amount
33 that shall not substantially exceed the cost of
34 administering sections 324.950 to 324.974;

(4) Deposit all fees collected by transmitting such
funds to the department of revenue for deposit to the state
treasury to the credit of the Missouri mechanical contractor
licensing fund established under section 324.956;

39 (5) Enter into agreements with the boiler and pressure 40 vessel safety unit within the division of fire safety of the 41 department of public safety to investigate complaints 42 against a licensee from persons who receive services from the licensee and for the submission of a report to the 43 44 division of such investigation; provided that the division 45 shall retain the authority to institute any enforcement action against a licensee as a result of an investigation 46 47 under this subdivision. Nothing in this subdivision shall 48 be construed to prevent the boiler and pressure vessel safety unit from reporting a violation of sections 324.950 49 50 to 324.974 found during a routine inspection to the division; and 51

52 (6) Institute actions to enforce compliance with the 53 provisions of sections 324.950 to 324.974.

54 3. No new licensing activity assigned to the division 55 under sections 324.950 to 324.974 shall become effective 56 until the initial rules filed under this section have become 57 effective.

324.956. There is hereby created in the state treasury 2 the "Missouri Mechanical Contractor Licensing Fund", which 3 shall consist of moneys collected under sections 324.950 to The state treasurer shall be custodian of the fund 4 324.974. 5 and may approve disbursements from the fund in accordance 6 with sections 30.170 and 30.180. Upon appropriation, moneys 7 in the fund shall be used solely for the administration of sections 324.950 to 324.974. The provisions of section 8 9 33.080 to the contrary notwithstanding, moneys in this fund shall not be transferred and placed to the credit of general 10 11 revenue until the amount in the fund at the end of the 12 biennium exceeds three times the amount of the appropriation from the fund for the preceding fiscal year. The amount, if 13

14 any, in the fund which shall lapse is that amount in the 15 fund which exceeds the appropriate multiple of the 16 appropriations from the fund for the preceding fiscal year. 17 The state treasurer shall invest moneys in the fund in the 18 same manner as other funds are invested. Any interest and 19 moneys earned on such investments shall be credited to the 20 fund.

324.959. The provisions of sections 324.950 to 324.974 2 shall not apply to mechanical work, including residential 3 work, performed in any county with more than two hundred sixty thousand but fewer than three hundred thousand 4 5 inhabitants, any county with more than fifty thousand but 6 fewer than sixty thousand inhabitants and with a county seat 7 with more than ten thousand but fewer than twelve thousand 8 six hundred inhabitants, or any county with more than one 9 hundred twenty thousand but fewer than one hundred fifty 10 thousand inhabitants, or any political subdivision contained within such counties. 11

324.962. 1. The applicant for a statewide mechanical 2 contractor license shall have:

3 (1) Completed the application form provided by the
4 division and pay any applicable application fees;

5 (2) Provided proof of liability insurance in the 6 amount of one million dollars and posted bond with each 7 political subdivision in which he or she will perform work, 8 as required by that political subdivision; and

9 (3) Completed the educational, training, and 10 experience requirements equal to or greater than that of a 11 contractor's license, as such existed on April 18, 2023, in 12 the mechanical code or ordinance of any county with more 13 than one million inhabitants.

14 2. The applicant for a statewide mechanical journeyman
 15 license shall have:

(1) Completed the application form provided by the
 division and pay any applicable application fees; and

(2) Completed the educational, training, and
experience requirements equal to or greater than that of a
journeyman license, as such existed on April 18, 2023, in
the mechanical code or ordinance of any county with more
than one million inhabitants.

3. The applicant for a statewide mechanical apprentice
license shall have:

(1) Completed the application form provided by the
 division and pay any applicable application fees; and

(2) Completed the educational, training, and
experience requirements equal to or greater than that of an
apprentice license, as such existed on April 18, 2023, in
the mechanical code or ordinance of any county with more
than one million inhabitants.

324.965. 1. Any corporation, firm, institution, organization, company, or representative thereof engaging in mechanical work in a political subdivision that requires a local license in order to perform such work shall:

5 (1) Have in its employ, at a supervisory level, at 6 least one statewide mechanical contractor licensee, or an 7 equivalent local licensee. A statewide mechanical 8 contractor licensee shall represent only one firm, company, 9 corporation, institution, or organization at one time;

10 (2) For purposes of performing residential work, have
11 either a statewide mechanical contractor licensee or a
12 statewide mechanical journeyman licensee to perform, direct,
13 inspect, or supervise the work, or the equivalent local
14 licensee; and

(3) For all other mechanical work, have at least one
 statewide mechanical journeyman licensee on site for every
 statewide mechanical apprentice licensee performing the
 work, or the equivalent local licensee.

2. Any person performing mechanical work in a
 political subdivision that does not require the person to
 hold a local license, or any person who possesses such local
 license, shall not be required to obtain or possess a
 statewide license under sections 324.950 to 324.974 to
 perform mechanical work in such political subdivision.

25 3. Political subdivisions shall not be prohibited (1) from establishing their own mechanical contractor, 26 27 journeyman, or apprentice licenses, but shall recognize a 28 statewide license in lieu of the equivalent local license for the purpose of performing mechanical work in such 29 30 political subdivision. A statewide licensee under sections 31 324.950 to 324.974 shall be deemed eligible to perform mechanical work and to obtain permits to perform said work 32 from any political subdivision in this state commensurate 33 with the corresponding local license. 34

(2) Nothing in sections 324.950 to 324.974 shall be
construed to prohibit a political subdivision from enforcing
any of the political subdivision's codes, ordinances, or
laws; inspecting the work of licensees; or reporting
suspected violations of sections 324.950 to 324.974 to the
division for investigation of the licensee.

4. (1) If a political subdivision does not recognize 42 a statewide license in lieu of an equivalent local license 43 for the purposes of performing mechanical work or obtaining 44 permits to perform mechanical work within the political 45 subdivision, then a statewide licensee may file a complaint 46 with the division.

(2) The division shall perform an investigation into the complaint, and if the division finds that the political subdivision failed to recognize a statewide license in accordance with the provisions of this section, then the division shall notify the political subdivision that the political subdivision has violated the provisions of this section and has thirty days to comply with the law.

54 (3) If, after thirty days of notification by the 55 division, the political subdivision continues to refuse or 56 fail to recognize a statewide license, then the division shall notify the director of the department of revenue, who 57 shall withhold any moneys that the noncompliant political 58 subdivision would otherwise be entitled to from local sales 59 60 tax, as defined in section 32.085, until the director has 61 received notice from the division that the political subdivision is in compliance with this section. 62

63 (4) When the political subdivision becomes compliant 64 with the provisions of this section, the division shall 65 notify the director of the department of revenue who shall disburse all funds held under this subsection. 66 Moneys held by the director of the department of revenue under this 67 subsection shall not be deemed to be state funds and shall 68 not be commingled with any funds of the state. 69

324.968. Licenses issued under sections 324.950 to 2 324.974 shall expire on a renewal date established in rule 3 by the division. The term of licensure shall be three The division shall mail a renewal notice prior to 4 vears. the renewal date. Professional education units needed for 5 license renewal, as well as procedures involving inactive 6 7 licenses and reinstatement of licenses shall be equal to 8 those in the mechanical code or ordinance, as such existed

9 on April 18, 2023, of any county with more than one million
10 inhabitants.

324.971. 1. The division may refuse to issue or renew 2 or may suspend any license under sections 324.950 to 324.974 for one or any combination of causes stated in subsection 3 3 4 of this section. The division shall notify the applicant in 5 writing of the reasons for the refusal and shall advise the 6 applicant of his or her right to file a complaint with the administrative hearing commission as provided by chapter 621. 7

8 2. The division shall publish via electronic media and 9 update on a weekly basis a list of valid statewide 10 mechanical contractor licensees under sections 324.950 to 11 324.974, a list of current enforcement actions against such 12 licensees, and the procedures for filing grievances against 13 any statewide mechanical contractor, mechanical journeyman, 14 and mechanical apprentice licensees.

3. The division may cause a complaint to be filed with the administrative hearing commission as provided by chapter 621 against any licensee under sections 324.950 to 324.974 or any person who has failed to renew or has surrendered his or her license for any one or any combination of the following causes:

21 The final adjudication and finding of guilty, or (1) 22 the entering of a plea of guilty or nolo contendere, in a 23 criminal prosecution under the laws of any state, of the United States, or of any country, for any offense reasonably 24 related to the qualifications, duties, and responsibilities 25 of a licensee under sections 324.950 to 324.974 for any 26 offense an essential element of which is fraud, dishonesty, 27 28 or an act of violence;

29 (2) Use of fraud, deception, misrepresentation, or
 30 bribery in securing any license issued under sections

31 324.950 to 324.974 or in obtaining permission to take any
32 examination given or required under sections 324.950 to
33 324.974;

(3) Obtaining or attempting to obtain any fee, charge,
 tuition, or other compensation by fraud, deception, or
 misrepresentation;

(4) Incompetence, misconduct, gross negligence, fraud,
 misrepresentation, or dishonesty in the performance of the
 functions and duties of any profession licensed or regulated
 under sections 324.950 to 324.974;

41 (5) Violation of, or assisting or enabling any person
42 to violate, any provision of sections 324.950 to 324.974 or
43 any lawful rule adopted under sections 324.950 to 324.974;

44 (6) Impersonation of any person holding a license or
 45 allowing any person to use his or her license;

46 (7) Final adjudication of a person as incompetent by a
47 court of competent jurisdiction;

(8) Assisting or enabling any person to practice, or
offer to practice, any profession licensed or regulated
under sections 324.950 to 324.974 who is not licensed and
currently eligible to practice under sections 324.950 to
324.974 or who does not possess an active equivalent local
license if required by a political subdivision; or

54 (9) Issuance of a license based upon a material
 55 mistake of fact.

4. After the filing of such complaint, the proceedings shall be conducted in accordance with the provisions of chapter 621. Upon a finding by the administrative hearing commission that the grounds provided in subsection 3 of this section for disciplinary action are met, the division may, singly or in combination, censure or place the person named in the complaint on probation with such terms and conditions

as the division deems appropriate for a period not to exceed
five years, or may suspend, for a period not to exceed three
years, or revoke the license.

5. An individual whose license has been revoked shall wait at least one year from the date of revocation to apply for relicensure. Relicensure shall be at the discretion of the division after compliance with all requirements of sections 324.950 to 324.974 relative to the previous licensing of the applicant.

324.974. 1. Any person who knowingly violates any 2 provision of sections 324.950 to 324.974 is guilty of a 3 class B misdemeanor.

Any officer or agent of a corporation or member or
agent of a partnership or association who knowingly and
personally participates in or is an accessory to any
violation of sections 324.950 to 324.974 is guilty of a
class B misdemeanor.

9 3. The division may cause a complaint to be filed for 10 any violation of sections 324.950 to 324.974 in any court of 11 competent jurisdiction and perform such other acts as may be 12 necessary to enforce the provisions of sections 324.950 to 13 324.974.

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