By: Goolsby H.B. No. 3069

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the licensing and regulation of appliance installers
3	and appliance installation contractors.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 1305.002, Occupations Code, is amended
6	by adding Subdivisions (1-b), (1-c), (1-d), (1-e), and (1-f) to
7	read as follows:
8	(1-b) "Appliance" means equipment that:
9	(A) is installed as a unit;
10	(B) is directly connected to an electrical
11	system; and
12	(C) performs a specific function.
13	(1-c) "Appliance installation" means electrical work
14	that is limited to the connection or disconnection of an appliance
15	to an existing electrical system other than by inserting or
16	removing a plug from an electrical outlet.
17	(1-d) "Appliance installation contracting" means the
18	business of appliance installation.
19	(1-e) "Appliance installation contractor" means a
20	business entity, other than an electrical contractor or electrical
21	sign contractor, that is engaged in appliance installation
22	contracting.
23	(1-f) "Appliance installer" means a person, other than

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a licensed electrician, who is licensed to perform appliance

1 <u>installation</u>.

- 2 SECTION 2. Section 1305.003(a), Occupations Code, is
- 3 amended to read as follows:
- 4 (a) This chapter does not apply to:
- 5 (1) the installation of electrical equipment in a
- 6 ship, watercraft other than a floating building, railway rolling
- 7 stock, aircraft, motor vehicle, or recreational vehicle;
- 8 (2) the installation of electrical equipment
- 9 underground in a mine and in self-propelled mobile surface mining
- 10 machinery and its attendant electrical trailing cable;
- 11 (3) the installation of electrical equipment for
- 12 generation, transformation, transmission, or distribution of power
- 13 used exclusively to operate railway rolling stock or exclusively
- 14 for signaling and communications purposes;
- 15 (4) the installation, maintenance, alteration, or
- 16 repair of communications equipment provided by a
- 17 telecommunications provider;
- 18 (5) the installation, maintenance, alteration, or
- 19 repair of electrical equipment under the exclusive control of an
- 20 electric utility, power generation company as defined by Sections
- 21 31.002(1) and (10), Utilities Code, electric cooperative, or
- 22 municipally owned utility and used for communications or metering,
- or for the generation, control, transformation, transmission, and
- 24 distribution of electrical energy, and located:
- 25 (A) in a building used exclusively by a utility
- or power generation company for those purposes;
- 27 (B) outdoors on property owned or leased by the

- 1 utility or power generation company;
- 2 (C) on public highways, streets, roads, or other
- 3 public rights-of-way; or
- 4 (D) outdoors by established rights in vaults or
- 5 on private property;
- 6 (6) work not specifically regulated by a municipal
- 7 ordinance that is performed in or on a dwelling by a person who owns
- 8 and resides in the dwelling;
- 9 (7) work involved in the manufacture of electrical
- 10 equipment that includes the on-site and off-site manufacturing,
- 11 commissioning, testing, calibrating, coordinating,
- 12 troubleshooting, or evaluating of electrical equipment, the
- 13 repairing or retrofitting of electrical equipment with components
- 14 of the same ampacity, and the maintenance and servicing of
- 15 electrical equipment within the equipment's enclosure that is
- 16 performed by an authorized employee of an electrical equipment
- 17 manufacturer and limited to the type of products manufactured by
- 18 the manufacturer;
- 19 (8) electrical work if:
- 20 (A) the work is performed by a person who does not
- 21 engage in electrical work for the public;
- 22 (B) the work is performed by a person regularly
- 23 employed as a maintenance person or maintenance electrician for a
- 24 business; and
- 25 (C) the electrical work does not involve the
- 26 installation of electrical equipment during new construction as
- 27 defined by rules adopted under Chapter 151, Tax Code;

- 1 (9) the installation, maintenance, alteration, or
- 2 repair of electrical equipment or associated wiring under the
- 3 exclusive control of a gas utility and used for communications or
- 4 metering or for the control, transmission, or distribution of
- 5 natural gas;
- 6 (10) thoroughfare lighting, traffic signals,
- 7 intelligent transportation systems, and telecommunications
- 8 controlled by a governmental entity;
- 9 (11) electrical connections supplying heating,
- 10 ventilation, and cooling and refrigeration equipment, including
- 11 any required disconnect exclusively for the equipment, if the
- 12 service is performed by a licensed air conditioning and
- 13 refrigeration contractor under Chapter 1302;
- 14 (12) the design, installation, erection, repair, or
- 15 alteration of Class 1, Class 2, or Class 3 remote control,
- 16 signaling, or power-limited circuits, fire alarm circuits, optical
- 17 fiber cables, or communications circuits, including raceways, as
- defined by the National Electrical Code;
- 19 (13) landscape irrigation installers, as necessary to
- 20 perform the installation and maintenance of irrigation control
- 21 systems, and landscapers, as necessary to perform the installation
- 22 and maintenance of low-voltage exterior lighting and holiday
- 23 lighting excluding any required power source;
- 24 (14) electrical work performed at a business that
- 25 operates:
- 26 (A) a chemical plant, petrochemical plant,
- 27 refinery, natural gas plant, natural gas treating plant, pipeline,

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- or oil and gas exploration and production operation by a person who
- 2 works solely for and is employed by that business; or
- 3 (B) a chemical plant, petrochemical plant
- 4 refinery, natural gas plant, or natural gas treatment plant by a
- 5 person who under a contract of at least 12 months' duration performs
- 6 electrical work for that plant and:
- 7 (i) the electrical work is not performed
- 8 during new construction as defined by rules adopted under Chapter
- 9 151, Tax Code; or
- 10 (ii) the person is not working for a
- 11 contractor that has a principal place of business in another state
- or territory of the United States or a foreign country;
- 13 (15) the installation, maintenance, alteration, or
- 14 repair of elevators, escalators, or related equipment, excluding
- any required power source, regulated under Chapter 754, Health and
- 16 Safety Code;
- 17 (16) the installation, maintenance, alteration, or
- 18 repair of equipment or network facilities provided or utilized by a
- 19 cable operator, as that term is defined by 47 U.S.C. Section 522, as
- 20 amended;
- 21 (17) the location, design, construction, extension,
- 22 maintenance, and installation of on-site sewage disposal systems in
- 23 accordance with Chapter 366, Health and Safety Code, or an on-site
- 24 sewage facility installer licensed under Chapter 37, Water Code;
- 25 (18) electrical work performed on a building,
- 26 structure, or equipment in agricultural use as defined by Section
- 27 11.002, Water Code, other than the processing of an agricultural

- 1 commodity;
- 2 (19) the installation, maintenance, alteration, or
- 3 repair of well pumps and equipment in accordance with Chapter 1902;
- 4 [and]
- 5 (20) electrical work required for the construction and
- 6 assembly of HUD-code manufactured housing or modular housing and
- 7 building units, other than the installation of service entrance
- 8 conductors, that is performed by a licensed manufacturer or
- 9 installer under Chapter 1201 or 1202, as applicable, if work
- 10 performed is within the scope of the license as defined by
- 11 applicable statutes and administrative rules; and
- 12 (21) the maintenance, alteration, or repair of an
- 13 appliance by an appliance dealer or manufacturer or a person
- 14 authorized by an appliance dealer or manufacturer using only
- 15 components of the same type and ampacity as the original
- 16 components.
- SECTION 3. Section 1305.102(a), Occupations Code, is
- 18 amended to read as follows:
- 19 (a) The executive director shall adopt rules for the
- 20 licensing of electricians, sign electricians, electrical sign
- 21 contractors, [and] electrical contractors, appliance installers,
- 22 <u>and appliance installation contractors</u> as prescribed by this
- 23 chapter.
- SECTION 4. Section 1305.151, Occupations Code, is amended
- 25 to read as follows:
- Sec. 1305.151. LICENSE REQUIRED. Except as provided by
- 27 Section 1305.003, a person or business may not perform or offer to

- 1 perform electrical work or appliance installation unless the person
- 2 or business holds an appropriate license issued or recognized under
- 3 this chapter.
- 4 SECTION 5. Subchapter D, Chapter 1305, Occupations Code, is
- 5 amended by adding Sections 1305.1617 and 1305.1618 to read as
- 6 follows:
- 7 Sec. 1305.1617. APPLIANCE INSTALLER. An applicant for a
- 8 license as an appliance installer must pass an appliance installer
- 9 <u>examination administered under this chapter.</u>
- 10 Sec. 1305.1618. APPLIANCE INSTALLATION CONTRACTOR. (a) An
- 11 applicant for a license as an appliance installation contractor
- 12 must:
- 13 <u>(1) be licensed under this chapter as an appliance</u>
- 14 installer or employ a person licensed under this chapter as an
- 15 appliance installer;
- 16 (2) establish proof of financial responsibility in the
- manner prescribed by the executive director; and
- 18 <u>(3) maintain workers' compensation coverage for the</u>
- 19 contractor's employees through an insurance company authorized to
- 20 engage in the business of insurance in this state or through
- 21 <u>self-insurance</u>, or elect not to obtain workers' compensation
- coverage, as provided by Subchapter A, Chapter 406, Labor Code.
- 23 (b) A person who holds an appliance installer's license
- 24 issued or recognized under this chapter may only be assigned to a
- 25 <u>single appliance installation contractor, unless the appliance</u>
- 26 installer owns more than 50 percent of the appliance installation
- 27 contracting business.

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- 1 SECTION 6. Section 1305.166(a), Occupations Code, is
- 2 amended to read as follows:
- 3 (a) An electrical contractor, [and] electrical sign
- 4 contractor, and appliance installation contractor shall display
- 5 the contractor's business name and the number of the license issued
- 6 by the executive director on each vehicle owned by the contractor.
- 7 SECTION 7. Section 1305.201(a), Occupations Code, is
- 8 amended to read as follows:
- 9 (a) This chapter does not prohibit a municipality or region
- 10 from regulating electricians or appliance installers by:
- 11 (1) enacting an ordinance requiring inspections;
- 12 (2) offering examinations;
- 13 (3) issuing municipal or regional licenses; or
- 14 (4) collecting permit fees for municipal or regional
- 15 licenses and examinations from electricians and appliance
- 16 <u>installers</u> for work performed in the municipality or region.
- 17 SECTION 8. (a) The Texas Department of Licensing and
- 18 Regulation shall issue an appliance installer license without
- 19 examination to a qualified applicant under this section who:
- 20 (1) applies for a license under this section not later
- 21 than June 1, 2008;
- 22 (2) submits to the department information required by
- 23 rules adopted under this section;
- 24 (3) meets the experience requirement in Subsection (b)
- 25 of this section; and
- 26 (4) pays the application fee.
- 27 (b) An applicant for a license under this section is

- 1 required to have completed at least 4,000 hours of electrical work
- 2 or appliance installation under the supervision of a master
- 3 electrician or an owner or supervisor of an appliance installation
- 4 contractor.
- 5 SECTION 9. (a) Except as provided by Subsection (b) of this
- 6 section, this Act takes effect September 1, 2007.
- 7 (b) The change in law made by this Act by the amendment of
- 8 Section 1305.151, Occupations Code, takes effect March 1, 2008.