## SENATE BILL No. 1231

May 13, 2004, Introduced by Senator TOY and referred to the Committee on Economic Development, Small Business and Regulatory Reform.

A bill to amend 1980 PA 299, entitled
"Occupational code,"
by amending sections 207, 405, 409, and 411 (MCL 339.207, 339.405, 339.409, and 339.411), section 405 as added by 1988 PA 463 and sections 409 and 411 as amended by 2002 PA 611.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 207. (1) If provided in an article, the department may issue a license to, or grant approval to, a school, institution, or other person offering training or education in an occupation.
(2) If provided in an article, the department may grant approval or recognition to a program of continuing education, unless the approval or recognition of the program is the responsibility of a board.
(3) The department shall process a request under subsection (1) within 6 months after the submission of the completed

## application in the manner described in section $411(6)$, which 6 -month period includes the 90 -day period described in subsection

 (4) regarding board approval.(4) (3) A board shall make a recommendation on the licensure or approval or recognition of a school, institution, or other person or a program within 90 days after a request for that recommendation is made by the department.

Sec. 405. (1) An application for a license or registration shall be accompanied by a nonrefundable application processing fee that is nonrefundable, subject to section 411(7).
(2) The department may also require that the application be accompanied by the fee for a required examination or inspection or the fee for the initial license or registration period.

Sec. 409. (1) The Except as otherwise provided in section 411, the department shall not issue a license or registration to a person who has completed the requirements for a license or registration or who seeks to renew a license or registration until the person has paid the license or registration fee.
(2) License and registration fees shall be prescribed on a per year basis. If licenses and registrations are established by rules promulgated by the department under section 202 as biennial or triennial renewals, the fee required shall be twice or 3 times, as appropriate, the per year amount.
(3) Unless otherwise provided by this act or rules promulgated under this act, all requirements for licensure or registration shall be completed by the applicant within 1 year after receipt of the application by the department or mailing of
a notice of an incomplete application to the last known address on file with the department, whichever is later. If the requirements are not completed, the fees paid shall be forfeited to the department and the application shall be void. A person whose application has been determined to be void under this subsection shall submit a new application and fees and shall meet the standards in effect on the date of receipt by the department of the new application.

Sec. 411. (1) Subject to subsection (2), a person who fails to renew a license or registration on or before the expiration date shall not practice the occupation, operate, or use the title after the expiration date printed on the license or registration. A license or registration shall lapse on the day after the expiration date.
(2) A person who fails to renew a license or registration on or before the expiration date shall be permitted to renew the license or registration by payment of the required license or registration fee and a late renewal fee within 60 days after the expiration date.
(3) Except as otherwise provided in this act, a person who fails to renew a license or registration within the time period set forth in subsection (2) may be relicensed or reregistered without examination and without meeting additional education or training requirements in force at the time of application for relicensure or reregistration if all of the following conditions are met:
(a) The person applies within 3 years after the expiration
date of the last license or registration.
(b) The person pays an application processing fee, the late renewal fee, and the per year license or registration fee for the upcoming licensure or registration period, subject to subsection (7).
(c) Penalties and conditions imposed by disciplinary action in this state or any other jurisdiction have been satisfied.
(d) The person submits proof of having completed the equivalent of 1 year of continuing education within the 12 months immediately preceding the date of application or as otherwise provided in a specific article or by rule, if continuing education is required of licensees or registrants under a specific article.
(4) Except as otherwise provided in this act, a person may be relicensed or reregistered subsequent to 3 or more years after the expiration date of the last license or registration upon showing that the person meets the requirements for licensure or registration as established by the department in rules or procedures which may require a person to pass all or part of a required examination, to complete continuing education requirements, or to meet current education or training requirements.
(5) Unless otherwise provided in this act, a person who seeks reinstatement of a license or registration shall file an application on a form provided by the department, pay the application processing fee, and file a petition to the department and the appropriate board stating reasons for reinstatement and
including evidence that the person can and is likely to serve the public in the regulated activity with competence and in conformance with all other requirements prescribed by law, rule, or an order of the department or board. The procedure to be followed in conducting the review of a petition for reinstatement is prescribed in article 5. If approved for reinstatement, the person shall pay the per year license or registration fee for the upcoming license or registration period if appropriate, in addition to completing any requirements imposed in accordance with section $203(2)$.
(6) Beginning the effective date of the amendatory act that added this subsection, the department shall issue an initial or renewal license or registration not later than 6 months after the applicant files a completed application. If the application is considered incomplete by the department, the department shall notify the applicant in writing within 10 days after receipt of the incomplete application, describing the deficiency and requesting the additional information. The 6 -month period is tolled upon notification by the department of a deficiency until the date the requested information is received by the department.
(7) If the department fails to issue or deny a license or registration within the time required by this section, the department shall return the license or registration fee, and shall reduce the license or registration fee for the applicant's next renewal application, if any, by 15\%. The department shall not discriminate against an applicant in the processing of an
application based upon the fact that the application fee was refunded or discounted under this subsection.
(8) Beginning January 31, 2005, the director of the department shall submit a report by January 31 of each year to the standing committees and appropriations subcommittees of the senate and house of representatives concerned with occupational issues. The director shall include all of the following information in the report concerning the preceding calendar year:
(a) The number of initial and renewal applications the department received and completed within the 6 -month time period described in subsection (6).
(b) The number of applications requiring a request for additional information.
(c) The average time for an applicant to respond to a request for additional information.
(d) The number of applications rejected, categorized by reason for rejection.
(e) The amount of money returned to licensees and registrants under subsection (7).
(f) The number of applications not issued within the 6 -month period.
(g) The average processing time for initial and renewal applications granted after the 6-month period.

