## **SENATE BILL No. 1233**

## March 25, 2008, Introduced by Senators BASHAM and CASSIS and referred to the Committee on Economic Development and Regulatory Reform.

A bill to amend 1980 PA 299, entitled

"Occupational code,"

by amending section 2405 (MCL 339.2405), as amended by 2007 PA 157.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 2405. (1) If a license is applied for by a corporation, 2 partnership, association, limited liability company, or other 3 entity, the applicant shall designate 1 of its officers, partners, 4 members, or managing agent as a qualifying officer who, upon taking 5 and passing the examination, and upon meeting all other requirements of this article, is entitled to a license to act for 6 7 the corporation, partnership, association, limited liability company, or other entity. The qualifying officer shall also obtain 8 and maintain a license under this article as an individual BY JUNE 9 10 1, 2011. The qualifying officer shall be responsible for exercising 11 the supervision or control of the building or construction

operations necessary to secure full compliance with this article 1 2 and the rules promulgated under this article. A license shall not 3 be issued to a corporation, partnership, association, limited 4 liability company, or other entity unless each partner, trustee, 5 director, officer, member, and a person exercising control is at 6 least 18 years of age, and meets the requirements for a license under this article other than those relating to knowledge and 7 experience. If an individual licensee is also a qualifying officer, 8 9 the individual's name and license number shall be listed on any 10 license issued to the individual as a qualifying officer. In the 11 case of a license issued under this subsection, each officer, 12 partner, member, or managing agent, whether or not he or she is the qualifying officer, shall provide a copy of his or her operator's 13 14 license or state personal identification card to the department for 15 use by the department only for identification purposes. A licensee granted inactive status under section 2404b is not eligible to 16 17 serve as a qualifying officer.

18 (2) The license of a corporation, partnership, association, limited liability company, or other entity shall be suspended when 19 20 a license or license application of a qualifying officer, partner, trustee, director, officer, member, or a person exercising control 21 of the corporation, partnership, association, limited liability 22 company, or other entity is suspended, revoked, or denied. The 23 24 suspension shall remain in force until the board determines that the disability created by the suspension, revocation, or denial has 25 26 been removed.

27

(3) A suspension, revocation, or denial of a license of an

LBO

2

individual shall suspend, revoke, or deny any other license held or applied for by that individual issued under this article. A suspension, revocation, or denial of a license by the department shall suspend, revoke, or deny any other license held or applied for under this article by the qualifying officer of a corporation, partnership, association, limited liability company, or other entity whose license is suspended, revoked, or denied.

8 (4) If the qualifying officer of a licensee ceases to be its
9 qualifying officer, the license is suspended. However, upon
10 request, the department may permit the license to remain in force
11 for a reasonable time to permit the qualification of a new
12 qualifying officer.