

State of Misconsin 2001 - 2002 LEGISLATURE

LRB-3932/3 RJM:cjs:kjf

# **2001 ASSEMBLY BILL 874**

February 27, 2002 – Introduced by Representatives MEYERHOFER, OTT, PLOUFF, HINES, GRONEMUS, PETTIS, J. LEHMAN and JESKEWITZ, cosponsored by Senators BAUMGART, M. MEYER and BURKE. Referred to Committee on Labor and Workforce Development.

1	AN ACT to repeal 101.87 (3); to renumber 101.80 (1) and 101.80 (2); to
2	renumber and amend 101.865 (1), 101.87 (1) and 101.87 (2); to amend
3	$subchapter \ IV \ (title) \ of \ chapter \ 101 \ [precedes \ 101.80], \ 101.84 \ (2), \ 101.86 \ (1) \ (a),$
4	101.88 (1) and 101.88 (3); <i>to repeal and recreate</i> 101.87 (title); and <i>to create</i>
5	101.80 (2m), (3) and (4), 101.80 (6), 101.80 (9), 101.80 (10), 101.865 (1) (c),
6	101.866, 101.87 (1) (c), 101.87 (1) (d) (intro.), 101.87 (1) (f) 3. and 4., 101.87 (2)
7	(b), 101.87 (3m) and 101.875 of the statutes; relating to: licensing of
8	electricians and electrical contractors, regulation of electrical construction,
9	granting rule-making authority, and providing a penalty.

#### Analysis by the Legislative Reference Bureau

Under current law, the department of commerce (department) must administer a program for certifying electrical contractors and master, journeyman, and beginning electricians. However, current law does not require a person who works as an electrician or electrical contractor to be certified by the department. A city, village, town, or county, though, may enact an ordinance requiring this certification or requiring the electrician or contractor to obtain a license from the municipality.

With certain exceptions, this bill requires every person who performs electrical construction in this state to be licensed by the department as a master, journeyman,

or beginning electrician. This bill also requires electrical contractors to be licensed by the department. In addition, the bill requires an electrical contractor to maintain a bond in the amount of at least \$5,000 and to obtain liability insurance in specified amounts. The bill prohibits a municipality from imposing an additional bonding requirement upon any electrical contractor who satisfies the bonding requirements under the bill. The bill specifies several persons who are exempt from the licensing, bonding, and insurance requirements, including certain individuals who perform work on their own residences, persons working for public utilities, certain maintenance electricians, elevator and escalator technicians, persons who install or maintain low voltage systems and equipment, alarm system contractors, and certain communications technicians. The bill requires the department to promulgate rules to administer the licensing program and specifies requirements with regard to supervision at work sites, qualifications for licensure, and other matters. The bill retains municipal authority to regulate electrical construction, provided the municipal ordinance is not less restrictive than the statutes and meets the minimum requirements of the department's rules.

Current law requires every electrical contractor and other person who does any electric wiring in this state to comply with the department's rules and requires the company furnishing the electric current to obtain proof of compliance before furnishing the current. Under current law, this proof may be in the form of a certificate furnished by a electrical inspector or, if there is no electrical inspector, a written statement furnished by the electrical contractor or other person doing the wiring.

This bill, instead, requires every electrical contractor to ensure that all electrical construction the contractor undertakes complies with the rules of the department. The bill retains the requirement that the company supplying electric current obtain proof of compliance. However, under the bill, the proof must be a certificate of an electrical inspector certified by the department, indicating that the electrical construction is in compliance. The bill also requires the property owner to obtain proof of compliance from a certified inspector indicating that the electrical construction is sufficient for occupancy.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

# The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

SECTION 1. Subchapter IV (title) of chapter 101 [precedes 101.80] of the

2 statutes is amended to read:

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1	SUBCHAPTER IV
2	INSPECTION OF ELECTRICAL
3	CONSTRUCTION AND CERTIFICATION
4	OF MASTER ELECTRICIANS,
5	ELECTRICAL CONTRACTORS, AND
6	JOURNEYMEN AND BEGINNING
7	ELECTRICIANS
8	<b>SECTION 2.</b> 101.80 (1) of the statutes is renumbered 101.80 (5).
9	<b>SECTION 3.</b> 101.80 (2) of the statutes is renumbered 101.80 (8).
10	SECTION 4. 101.80 (2m), (3) and (4) of the statutes are created to read:
11	101.80 (2m) "Apprentice electrician" means an apprentice under an electrician
12	apprenticeship program that is operated in compliance with ch. 106 and recognized
13	by the U.S. department of labor.
14	(3) "Electrical construction" means the installing, altering, repairing,
15	planning, or laying out of electrical wiring, apparatus, or equipment.
16	(4) "Electrical contractor" means a person who undertakes or offers to
17	undertake work that constitutes electrical construction or the supervision of
18	electrical construction.
19	<b>SECTION 5.</b> 101.80 (6) of the statutes is created to read:
20	101.80 (6) "Personal supervision" means oversight, by a master or journeyman
21	electrician licensed by the department, of electrical construction being performed,
22	such that the master or journeyman electrician:
23	(a) Is present at the work site and provides personal supervision for the entire
24	working day;

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1	(b) Is immediately available to the person performing the electrical
2	construction at all times for assistance and direction;
3	(c) Reviews the electrical construction performed; and
4	(d) Is able to and does determine whether the electrical construction is
5	performed in compliance with this subchapter and any applicable rules promulgated
6	under this subchapter.
7	<b>SECTION 6.</b> 101.80 (9) of the statutes is created to read:
8	101.80 (9) "Residential property owner" means an individual who performs
9	electrical construction on premises that the individual owns and occupies as a
10	residence or owns and will occupy as a residence upon completion of the electrical
11	construction or the construction of the residence.
12	<b>SECTION 7.</b> 101.80 (10) of the statutes is created to read:
13	101.80 (10) "Wisconsin State Electrical Code" means the rules promulgated by
14	the department under this subchapter.
15	<b>SECTION 8.</b> 101.84 (2) of the statutes is amended to read:
16	101.84 (2) At the request of the owner or tenant, enter, inspect and examine
17	the exterior and interior wiring of a public building or place of employment necessary
18	to ascertain compliance with the rules promulgated under this subchapter
19	<u>Wisconsin State Electrical Code</u> .
20	<b>SECTION 9.</b> 101.86 (1) (a) of the statutes is amended to read:
21	101.86 (1) (a) Exercise jurisdiction over electrical construction and inspection
22	of electrical construction in public buildings and places of employment by passage
23	of ordinances, providing such ordinances. Ordinances enacted under this paragraph
24	may not be less restrictive than this subchapter and shall meet the minimum
25	requirements of the department's rules adopted under this subchapter <u>Wisconsin</u>

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1	State Electrical Code. No ordinance may require an electrical contractor who has
2	filed a bond under s. 101.866 (1) (a) 3. to maintain a bond as a condition of the
3	electrical contractor undertaking work in a municipality. A county ordinance shall
4	apply in any city, village or town <u>within the county</u> which has not enacted such an
5	ordinance.
6	<b>SECTION 10.</b> 101.865 (1) of the statutes is renumbered 101.865 (1) (a) and
7	amended to read:
8	101.865 (1) (a) It is hereby made the duty of every Every electrical contractor
9	and other person who does any electric wiring in this state to comply shall ensure
10	that all electrical construction the electrical contractor undertakes complies with the
11	Wisconsin state electrical code, and the <u>State Electrical Code or any more stringent</u>
12	requirements under an applicable municipal electrical code.
13	(b) The company furnishing the electric current shall obtain proof of such
14	compliance before furnishing such service; provided, that nothing therein contained
15	shall be construed as prohibiting any municipality from making more stringent
16	regulations than those contained in the Wisconsin state electrical code. Proof of such
17	the electric current. The proof of compliance shall consist of a certificate furnished
18	by a municipal or other recognized inspection department or officer, or if there is no
19	such inspection department or officer it shall consist of a written statement
20	furnished by the contractor or other person doing the wiring an electrical inspector
21	certified under s. 101.82 (2), indicating that there has been such the electrical
22	<u>construction is in</u> compliance.
23	<b>SECTION 11.</b> 101.865 (1) (c) of the statutes is created to read:

24 101.865 (1) (c) The owner of the building shall obtain proof of compliance before
25 occupying the building or permitting the building to be occupied. This proof of

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compliance shall consist of a certificate furnished by an electrical inspector certified
 under s. 101.82 (2), indicating that the electrical construction is in compliance and
 that the building, as it relates to electrical construction, is fit for occupancy.

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**SECTION 12.** 101.866 of the statutes is created to read:

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**101.866 Regulation of electricians and electrical contractors. (1)** (a) Except as provided under sub. (3) and s. 101.87 (3m), no person may act as an electrical contractor in this state unless the person satisfies all of the following:

- 8 1. The person has an electrical contractor's license issued by the department. 9 An electrical contractor's license does not authorize the licensee to physically 10 perform electrical construction.
- 2. The person is a master electrician licensed by the department or employs a
  master electrician licensed by the department who is responsible, under the terms
  of employment, for the performance and supervision of all electrical construction
  undertaken by the electrical contractor. If the electrical contractor employs a
  licensed master electrician, the licensed master electrician may not be employed as
  an electrician by any other electrical contractor or by any person described under
  sub. (3).
- 3. The person files with the department, and maintains, a bond endorsed by a
  surety company authorized to do business in this state of not less than \$5,000,
  conditioned upon the electrical contractor's ensuring that all electrical construction
  the electrical contractor undertakes complies with the Wisconsin State Electrical
  Code. The bond shall be for the benefit of persons damaged by reason of a failure to
  so comply.
- 4. The person maintains either a policy of general liability insurance insuring
  the person in the amount of at least \$100,000 per occurrence and \$300,000 aggregate

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for bodily injury to or death of others because of electrical construction undertaken 1  $\mathbf{2}$ by the person, and a policy of insurance insuring the person in the amount of at least 3 \$25,000 for damage to property because of electrical construction undertaken by the person, or a policy of insurance insuring the person in the amount of at least \$300,000 4  $\mathbf{5}$ per occurrence and \$300,000 aggregate for damage to property and bodily injury to 6 or death of others because of electrical construction undertaken by the person. Each 7 policy of insurance shall be issued by an insurer authorized to do business in this 8 state. The person shall file with the department a certificate, issued by the insurer, 9 indicating that the person is in compliance with the applicable portion of this 10 subdivision. An insurer may not cancel a policy of insurance that is the subject of 11 such a certificate unless the insurer provides written notice of cancellation to the department at least 15 days before the date of cancellation. 12

(b) All written requests for permits and inspection made by an electrical
contractor shall be signed by a master electrician who satisfies par. (a) 2.

(2) Except as provided under sub. (3), no person may perform electrical
construction in this state unless the person is licensed by the department as a master,
journeyman, or beginning electrician or is an apprentice electrician. The
department, by rule, may specify the type of electrical construction that a master,
journeyman, or beginning electrician or apprentice electrician is authorized to
perform, except as follows:

(a) A master electrician may perform any work that a journeyman electrician
may perform.

(b) An apprentice electrician may perform any work that a beginningelectrician may perform.

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1	(c) No apprentice electrician or beginning electrician may perform electrical
2	construction unless, at all times during which the electrical construction is
3	performed, at least one master or journeyman electrician licensed by the department
4	provides personal supervision at the work site.
5	(d) No apprentice electrician or beginning electrician may supervise electrical
6	construction.
7	(3) This section does not apply to any of the following:
8	(a) A residential property owner.
9	(b) A person who is employed as a maintenance electrician by a single employer
10	and who, within the scope of employment, is engaged in maintaining or repairing
11	electrical wiring, apparatus, or equipment owned or leased by the employer and
12	located on premises owned or leased by the employer.
13	(c) An employer of an employee described under par. (b), if electrical
14	construction performed by the employee is undertaken incidental to the employer's
15	performing the primary functions of its business.
16	(d) A person engaged in planning, installing, maintaining, or repairing wiring,
17	apparatus, or equipment for elevators or escalators.
18	(e) A public utility, as defined under s. 196.01 (5), a cooperative association
19	organized under ch. 185 for the purpose of producing or furnishing heat, light, power,
20	or water to its members only, a telecommunications carrier, as defined in s. 196.01
21	(8m), a commercial mobile radio service provider, as defined in s. 196.01 (2g), or an
22	alternative telecommunications utility under s. 196.01 (1d), and any person who is
23	employed by or a subcontractor of such an entity and who is engaged in electrical
24	construction within the scope of the person's employment or contract.

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(f) A business engaged in the installation, maintenance, or repair of equipment 1  $\mathbf{2}$ and systems operating at 50 volts or less and any person who is employed by such 3 an entity and who is engaged in electrical construction within the scope of the 4 person's employment.  $\mathbf{5}$ (g) A person engaged in planning, installing, maintaining, or repairing an 6 electronic system designed to monitor a premises for the presence of, detect and 7 summon aid for, or issue an alarm as a result of, an emergency, such as fire, burglary, 8 or intrusion. 9 (h) A person engaged in planning, installing, maintaining, or repairing 10 communications circuits or communications cabling. 11 (i) A person who is engaged in planning, installing, maintaining, or repairing manufactured systems designed to provide a function to a building that is not 12 13primarily electrical in nature. This paragraph does not apply to a person who is engaged in planning, installing, maintaining, or repairing wiring that delivers 14 15electric current to a manufactured system. 16 **SECTION 13.** 101.87 (title) of the statutes is repealed and recreated to read: 17101.87 (title) Licensing of electricians and electrical contractors.

18 **SECTION 14.** 101.87 (1) of the statutes is renumbered 101.87 (1) (a) and 19 amended to read:

101.87 (1) (a) The department shall adopt promulgate rules establishing a
 uniform examination providing for the statewide certification licensing of master
 electricians and establishing certification requirements for electrical contractors,
 master electricians, journeymen electricians, and beginning electricians. The rules
 shall specify that only

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 (b) Only licensed master electricians and persons who employ at least one

 2
 licensed master electrician may be certified licensed as electrical contractors; that

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 persons.

- 4 (d) 1. Persons who successfully complete an apprenticeship program lasting for
  5 at least -4 <u>3</u> years and approved by the U.S. department of labor and by the
  6 department or pass an inside journeyman wireman examination and.
- 2. Persons who have installed electrical wiring for at least 6,000 hours of
  experience in electrical construction during at least 48 months and have maintained
  and repaired electrical wiring for at least one month shall be certified as journeymen
  electricians; and that only persons who have some who pass a journeyman wireman
  examination administered by the department. Only persons who have obtained the
  specified hours of experience during the time period required under this subdivision
  may take the journeyman wireman examination.
- (e) Persons who have minimal or no qualifications, training, experience, or
   technical knowledge with regard to installing and, altering, or repairing electrical
   wiring, apparatus, or equipment may be certified licensed as beginning electricians
   or may be apprentice electricians.
- (f) The rules promulgated under par. (a) shall provide for the all of the following:
   1. The periodic administration of the licensing examination, shall specify the certification.
- 21 <u>2. A licensure period and examination fee and shall establish criteria for the</u>
   22 suspension of the certificate by the department <u>not to exceed 3 years.</u>
- 5. The denial, revocation, and suspension of licenses and the conditions under
  which a denial, revocation, or suspension may occur. The rules shall specify that a

license may be suspended for violations of a municipality's electrical code upon
notification of such violations by the municipality. Applicants.
(g) Each applicant for certification as an electrical contractors contractor's
license shall provide the department with their social security number, their the
applicant's worker's compensation number, their unemployment insurance account
number, their and state and federal tax identification numbers and, as applicable.

7 <u>Each applicant for an electrical contractor's license shall provide</u> the name and

8 address of each partner or member of its partners or members, if they are

9 partnerships or limited liability companies, the applicant is a partnership or limited

10 <u>liability company</u>; of the <u>its</u> owner, if they are individual proprietorships and of their

11 <u>the applicant is a sole proprietorship; or its</u> officers, if they are corporations the

12 <u>applicant is a corporation</u>.

13 **SECTION 15.** 101.87 (1) (c) of the statutes is created to read:

14 101.87 (1) (c) Only persons who pass a master electrician examination 15 administered by the department and who have at least 7 years experience in 16 electrical construction may be licensed as master electricians.

17 **SECTION 16.** 101.87 (1) (d) (intro.) of the statutes is created to read:

18 101.87 (1) (d) (intro.) Only the following persons may be licensed as
19 journeymen electricians:

#### 20 **SECTION 17.** 101.87 (1) (f) 3. and 4. of the statutes are created to read:

21 101.87 (1) (f) 3. Examination fees.

4. Renewal of licenses, consistent with s. 101.875.

23 SECTION 18. 101.87 (2) of the statutes is renumbered 101.87 (2) (intro.) and 24 amended to read:

101.87 (2) (intro.) Any municipality which by ordinance requires the licensure
 of electrical contractors, journeyman electricians, or beginning electricians shall
 issue a license to as follows:

4 (a) To any electrical contractor who wishes to perform electrical construction
5 work in the municipality upon the submission by the electrical contractor of evidence
6 that at least one of his or her full-time employees has been certified licensed by the
7 state department as a master electrician under sub. (1), and upon the payment of the
8 municipality's licensure fee and the posting of any required bond that is not
9 prohibited under s. 101.86 (1) (a). The municipality's licensure fee may not exceed
10 the amount required to cover the administrative costs of issuing the license.

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**SECTION 19.** 101.87 (2) (b) of the statutes is created to read:

12 101.87 (2) (b) To any journeyman electrician or beginning electrician who, in 13 the course of his or her employment, wishes to perform electrical construction in the 14 municipality, upon submission by the journeyman or beginning electrician of 15 evidence of licensure by the department under sub. (1) as a journeyman or beginning 16 electrician, respectively, and upon payment of the municipality's licensure fee. The 17 municipality's licensure fee may not exceed the amount required to cover the 18 administrative costs of issuing the license.

19 SECTION 20. 101.87 (3) of the statutes is repealed.

20 SECTION 21. 101.87 (3m) of the statutes is created to read:

101.87 (3m) Any person who, on the effective date of this subsection .... [revisor
inserts date], has a restricted certification issued by the department under s. 101.87
(3), 1999 stats., may continue to act as an electrical contractor in the municipality
specified in the restricted certification and in any municipality that, on the effective
date of this subsection .... [revisor inserts date], does not require the licensure of

electrical contractors or require electrical contractors to hold a license or certification
issued by the department, upon obtaining an amended restricted certification from
the department. The department shall ensure that each amended restricted
certification describes the territory where the person is permitted to act as an
electrical contractor. The department may charge a fee for the amended restricted
certification.

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**SECTION 22.** 101.875 of the statutes is created to read:

8 **101.875 Renewal of licenses. (1)** Except as provided in sub. (3), a licensed 9 master electrician or licensed journeyman electrician shall successfully complete at 10 least 18 hours of educational course work acceptable to and within the time period 11 established by the department as a condition of renewing the master electrician's or 12 journeyman electrician's license.

(2) Except as provided in sub. (3), a licensed beginning electrician shall
successfully complete at least 50 hours of educational course work acceptable to and
within the time period established by the department as a condition of renewing the
beginning electrician's license.

(3) A licensed master, journeyman, or beginning electrician may apply to the
department for a waiver of the requirements of sub. (1) or (2), as appropriate, on the
grounds of prolonged illness, disability, or similar circumstances. The department
shall consider each application for a waiver under this subsection individually on its
merits and may grant a waiver for any meritorious application.

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**SECTION 23.** 101.88 (1) of the statutes is amended to read:

101.88 (1) Every contractor, designer, and owner shall use building materials,
 methods, and equipment which are in conformance with the rules adopted by the
 department under this subchapter <u>Wisconsin State Electrical Code</u>.

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**SECTION 24.** 101.88 (3) of the statutes is amended to read:

101.88 (3) Except as provided under s. 101.865 (2), whoever violates this
subchapter or any rule promulgated under this subchapter the Wisconsin State
<u>Electrical Code</u> shall forfeit to the state be fined not less than \$25 \$100 nor more than
\$500 for each violation, imprisoned for 30 days, or both. Each day of violation
constitutes a separate offense.

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#### SECTION 25. Nonstatutory provisions.

8 (1) SUBMISSION OF PROPOSED RULES. No later than the first day of the 8th month 9 beginning after the effective date of this subsection, the department of commerce 10 shall submit in proposed form the rules governing the licensing of electrical 11 contractors and master, journeyman, and beginning electricians under subchapter 12 IV of chapter 101 of the statutes, as affected by this act, to the legislative council staff 13 under section 227.15 (1) of the statutes.

(2) GRANDFATHER PROVISION. Except as provided in section 101.02 (20) (b) and (21) (b) of the statutes and notwithstanding section 101.87 of the statutes, as affected by this act, the department of commerce shall license as a journeyman electrician any person who applies for a journeyman electrician's license within one year after the effective date of this subsection and who provides the department with sufficient evidence that the person has at least 1,000 hours of experience in electrical construction during each of at least 10 years.

(3) POSITION INCREASE. The authorized FTE positions for the department of
commerce, funded from the appropriation under section 20.143 (3) (j) of the statutes,
are increased by 1.0 PR position on the effective date of this subsection for the
administration of subchapter IV of chapter 101 of the statutes.

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1	<b>SECTION 26. Effective dates.</b> This act takes effect on the first day of the 12th
2	month beginning after publication, except as follows:
3	(1) Submission of proposed rules. Section $25(1)$ of this act takes effect on the

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- 4 day after publication.
- 5 (2) POSITION INCREASE. SECTION 25 (3) of this act takes effect on the day after
  6 publication.
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(END)