Unofficial Copy C2 1996 Regular Session 6lr0218

# By: Delegates Boston and Hubbard

Introduced and read first time: February 19, 1996

Assigned to: Economic Matters

### A BILL ENTITLED

## 1 AN ACT concerning

### 2 Security Systems Services - Licensing and Registration - Businesses and Employees

| 3  | FOR the purpose of requiring the registration with the Secretary of theState Police of |
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| 4  | certain individuals who perform certain security services or have access to certain    |
| 5  | information about security systems; establishing a certain fund to be used for certain |
| 6  | purposes; requiring an applicant for a certain license to obtain certain insurance in  |
| 7  | order to obtain a license; authorizing temporary licenses and registrations under      |
| 8  | certain circumstances; establishing certain requirements for registration of certain   |
| 9  | individuals; authorizing the Secretary to adopt certain regulations; providing for the |
| 10 | denial, suspension, or revocation of certain registrations under certain               |
| 11 | circumstances; defining a certain term; extending the time by which a person who is    |
| 12 | engaged in the business of providing security systems services is required to obtain   |
| 13 | a license or registration; and generally relating to licensing and registration of     |

- a license or registration; and generally relating to licensing and registr
- 14 persons providing security systems services.
- 15 BY repealing and reenacting, with amendments,
- 16 Article Business Occupations and Professions
- 17 Section 18-101 through 18-301, 18-303, 18-305, 18-307, 18-308, 18-310, and
- 18 18-401
- 19 Annotated Code of Maryland
- 20 (1995 Replacement Volume and 1995 Supplement)
- 21 BY repealing and reenacting, without amendments,
- 22 Article Business Occupations and Professions
- 23 Section 18-302, 18-304, 18-306, 18-309, 18-311, and 18-501 through 18-601
- 24 Annotated Code of Maryland
- 25 (1995 Replacement Volume and 1995 Supplement)

### 26 BY adding to

- 27 Article Business Occupations and Professions
- 28 Section 18-3A-01 through 18-3A-11, inclusive, to be under the new subtitle
- 29 "Subtitle 3A. Registration"
- 30 Annotated Code of Maryland
- 31 (1995 Replacement Volume and 1995 Supplement)

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| 1<br>2<br>3<br>4 | BY repealing and reenacting, with amendments,  Chapter 362 of the Acts of the General Assembly of 1994, as amended by Chapter 105 of the Acts of the General Assembly of 1995  Section 2  |
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| 5<br>6           | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:  |
| 7                | Article - Business Occupations and Professions  |
| 8                | 18-101.   |
| 9                | (a) In this title the following words have the meanings indicated.  |
|                  | (B) "CIRCUMVENTIAL INFORMATION" MEANS INFORMATION, INCLUDING PASSCODES, THAT ALLOWS AN INDIVIDUAL TO ALTER THE OPERATION OF A SECURITY SYSTEM.  |
|                  | [(b)] (C) "License" means a license issued by the Secretary or the Secretary's designee to engage in the business of providing security systems services for compensation.  |
| 16<br>17         | [(c)] (D) "Providing security systems services" means providing, on the premises of a person's residential or commercial property, the service of:  |
| 18               | (1) surveying the property for purposes of installing a security system;  |
| 19<br>20         | (2) physically installing, maintaining, or repairing a security<br>system for the customer; or  |
| 21               | (3) responding to a distress call or an alarm sounding from a security system.  |
| 22<br>23         | [(d)] (E) "Security systems technician" means a person who personally provides security systems services.   |
| 24<br>25         | $\hbox{\cite{beta} [(e)] (F) "Secretary" means the Secretary of the State Police or the Secretary's designee.}$   |
| 26               | 18-102.   |
|                  | (a) This title does not apply to an officer or employee of any unit of the United States, of any state, or of any county, municipal corporation, or otherpolitical subdivision of any state, while performing a duty of the office or employment. |
|                  | (b) (1) This title does not supersede any local law or ordinance in the State that establishes standards or qualifications for electricians or for electrical work involved in the installation of security systems or security alarms.           |
| 33<br>34         | (2) This title does not authorize an individual to perform electrical work that otherwise requires an electrician's license under any State or local law or ordinance.  |

(3) THIS TITLE SUPERSEDES ANY LOCAL LAW OR ORDINANCE IN THE

 $36\,$  STATE THAT ESTABLISHES STANDARDS OR QUALIFICATIONS FOR SECURITY

| 2        |  |
|----------|--|
|          | SYSTEMS TECHNICIANS OR OTHER INDIVIDUALS WHO HAVE ACCESS TO CIRCUMVENTIAL INFORMATION.   |
| 3        | (c) (1) [This] THE LICENSING REQUIREMENTS OF THIS title [does] DO not apply to [an] A MASTER electrician who:  |
| 5<br>6   | [(1)] (I) currently is licensed in that occupation under State or local law; and   |
| 7        | [(2)] (II) is acting only within the scope of that occupation.   |
| 8        | (2) A MASTER ELECTRICIAN MAY NOT:  |
|          | (I) PERSONALLY PROVIDE SECURITY SYSTEMS SERVICES UNLESS THE MASTER ELECTRICIAN IS REGISTERED AS A SECURITY SYSTEMS TECHNICIAN; OR                              |
|          | (II) OBTAIN ACCESS TO CIRCUMVENTIAL INFORMATION UNLESS THE MASTER ELECTRICIAN IS REGISTERED AS AN INDIVIDUAL WITH ACCESS TO CIRCUMVENTIAL INFORMATION.         |
| 15<br>16 | (d) This title does not apply to a person who sells security systems by means of a catalog or brochure for future delivery, provided that the person does not: |
| 17       | (1) enter the premises of the customer's property; OR  |
| 18       | (2) HAVE ACCESS TO CIRCUMVENTIAL INFORMATION.  |
| 19       | 18-201.  |
| 20       | Subject to the provisions of this title, the Secretary is responsible for:   |
| 21<br>22 | (1) the licensing [of a security systems technician] and [the] regulation of [those] persons who provide security systems services in the State; AND           |
| 23<br>24 | (2) THE REGISTRATION OF SECURITY SYSTEMS TECHNICIANS AND OTHER INDIVIDUALS WHO HAVE ACCESS TO CIRCUMVENTIAL INFORMATION.                                       |
| 25       | 18-202.  |
| 26       | (a) In addition to any powers set forth elsewhere, the Secretary may:  |
| 27       | (1) adopt regulations to carry out this title;   |
| 28<br>29 | (2) use any member of the Department of State Police, as necessary, to carry out and enforce this title; and   |
| 30<br>31 | (3) make inquiries and conduct an investigation regarding any applicant for a license OR FOR REGISTRATION.   |
| 32       | (b) In addition to any duties set forth elsewhere, the Secretary shall:  |
| 33<br>34 | (1) adopt regulations that set standards for the licensure of [a] PERSONS WHO PROVIDE security systems [technician] SERVICES;                                  |

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(2) ADOPT REGULATIONS THAT SET STANDARDS FOR THE 2 REGISTRATION OF SECURITY SYSTEMS TECHNICIANS AND OTHER INDIVIDUALS 3 WHO HAVE ACCESS TO CIRCUMVENTIAL INFORMATION; and 4 [(2)] (3) keep a roster of individuals [licensed] REGISTERED assecurity 5 systems technicians OR AS INDIVIDUALS WHO HAVE ACCESS TO CIRCUMVENTIAL 7 18-203. 8 The Secretary and all members of the Department of State Police: (1) shall treat as confidential any information obtained through an 10 investigation of an applicant for a license OR FOR REGISTRATION under this title; and 11 (2) unless required by a court order, may not divulge to a person who is not 12 a member of the Department of State Police any information obtained through an 13 investigation of an applicant for a license OR FOR REGISTRATION under this title. 14 18-204. 15 (A) THERE IS A SECURITY SYSTEMS FUND. 16 (B) (1) The Secretary shall pay all money collected under this title[into the 17 General Fund of the State] TO THE COMPTROLLER OF THE STATE. 18 (2) THE COMPTROLLER SHALL DISTRIBUTE THE MONEY TO THE 19 SECURITY SYSTEMS FUND. (C) (1) THE FUND SHALL BE USED EXCLUSIVELY TO COVER THE ACTUAL 20 21 DIRECT AND INDIRECT COSTS OF FULFILLING THE STATUTORY AND REGULATORY 22 DUTIES OF THE SECRETARY AS PROVIDED BY THE PROVISIONS OF THIS TITLE. (2) (I) THE FUND IS A CONTINUING, NONLAPSING FUND, NOT SUBJECT 23 24 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. 25 (II) ANY UNSPENT PORTIONS OF THE FUND MAY NOT BE 26 TRANSFERRED OR REVERT TO THE GENERAL FUND OF THE STATE, BUT SHALL 27 REMAIN IN THE FUND TO BE USED FOR THE PURPOSES SPECIFIED IN THIS SECTION. 28 (D) THE LEGISLATIVE AUDITOR SHALL AUDIT THE ACCOUNTS AND 29 TRANSACTIONS OF THE FUND AS PROVIDED IN § 2-1215 OF THE STATE GOVERNMENT 30 ARTICLE. 31 18-301. 32 [(a)] Except as otherwise provided in this title, a person [shall belicensed by the 33 Secretary as a security systems technician before the person ] may NOT engage in the 34 business of providing security systems services in the State UNLESS THEPERSON OBTAINS A LICENSE AND MEETS THE REQUIREMENTS OF § 18-401 OF THIS TITLE. 36 [(b) A person who sells security systems at the protected premises or the premises 37 to be protected but does not install, maintain, or repair those systems:

(1) is not required to be licensed under this title; but

5 1 (2) is required to: 2 (i) register with the Secretary once every 2 years; 3 (ii) provide the information the Secretary requires; and 4 (iii) pay a fee of \$15.] 5 18-302. 6 (a) To qualify for a license, an applicant shall: 7 (1) be at least 18 years old; and 8 (2) be of good moral character. (b) The applicant shall meet any other requirements that the Secretary establishes 10 for license applicants. 11 18-303. 12 (a) An applicant for a license shall: 13 (1) submit to the Secretary an application on the form that the Secretary 14 provides; 15 (2) submit the documents required by this section; and 16 (3) pay to the Secretary an application fee of \$150. 17 (b) The application form provided by the Secretary shall contain a statement 18 advising the applicant that willfully making a false statement on an application is a 19 misdemeanor, subject to a fine or imprisonment or both, as provided under § 18-504 of 20 this title. 21 (c) (1) The application shall be accompanied by at least two written 22 recommendations for the applicant. 23 (2) Each recommendation shall be signed, under oath, by a reputable citizen 24 of the State. (d) An applicant for a license shall submit with the application a set of 25 26 fingerprints of the applicant. 27 (e) An applicant for a license shall submit with the application: 28 (1) a copy of [a bond in accordance with] ANY BOND MEETING the 29 requirements of § 18-401 of this title; OR (2) PROOF OF INSURANCE MEETING THE REQUIREMENTS OF § 18-401 OF 30 31 THIS TITLE. 32 (f) The Secretary may waive the requirements of subsections (a)(2) and (3), (c), 33 and (d) of this section and issue a license to an applicant who:

(1) provides adequate evidence that the applicant:

| 1 2      | (i) is licensed to engage in the business of providing security systems services in another state; and   |  |  |  |  |
|----------|--|--|--|--|--|
| 3        | (ii) became licensed in the other state:   |  |  |  |  |
| 4<br>5   | 1. after meeting qualifications that are at least equivalent to those required in this State; and  |  |  |  |  |
| 6<br>7   | 2. after submitting to a State and national criminal record check; and   |  |  |  |  |
| 8        | (2) pays to the Secretary a processing fee of [\$15] \$150.  |  |  |  |  |
| 9        | 18-304.  |  |  |  |  |
|          | Except for a license issued under § 18-303(f) of this subtitle, before issuing a license, the Secretary shall conduct a State and national criminal record check for each applicant who applies for a license. |  |  |  |  |
| 13       | 18-305.  |  |  |  |  |
| 14<br>15 | (a) The Secretary shall issue a license AND A WALL CERTIFICATE to each applicant who meets the requirements of this title.   |  |  |  |  |
| 16<br>17 | (b) The Secretary shall include on each license AND WALL CERTIFICATEthat the Secretary issues:   |  |  |  |  |
| 18       | (1) the full name of the licensee;   |  |  |  |  |
| 19       | (2) the current address of the licensee;   |  |  |  |  |
| 20       | (3) the date of issuance of the license; AND   |  |  |  |  |
| 21       | 1 (4) the date on which the license expires[; and  |  |  |  |  |
| 22       | (5) a picture of the licensee].  |  |  |  |  |
| 23       | 18-306.  |  |  |  |  |
| 24<br>25 | While a license is in effect, it authorizes the licensee to engage in the business of providing security systems services.   |  |  |  |  |
| 26       | 18-307.  |  |  |  |  |
| 27<br>28 | (a) Unless a license is renewed for a 2-year term as provided in this section, the license expires on the first April 1 that comes:  |  |  |  |  |
| 29       | (1) after the effective date of the license; and   |  |  |  |  |
| 30       | (2) in an even-numbered year.  |  |  |  |  |
| 31<br>32 | (b) At least [1 month] 90 DAYS before a license expires, the Secretary shall mail to the licensee, at the last known address of the licensee:  |  |  |  |  |
| 33       | (1) a renewal application form; and  |  |  |  |  |
| 34       | (2) a notice that states:  |  |  |  |  |

| 1        | (i) the date on which the current license expires;   |  |  |
|----------|--|--|--|
| 2        | (ii) the date by which the Secretary must receive the renewal application for the renewal to be issued and mailed before the license expires; and  |  |  |
| 4        | (iii) the amount of the renewal fee.   |  |  |
| 5<br>6   | (c) Before the license expires, the licensee periodically may renew it for an additional 2-year term, if the licensee:   |  |  |
| 7        | (1) otherwise is entitled to be licensed;  |  |  |
| 8<br>9   | (2) pays to the Secretary a renewal fee of \$100 [or the fee provided in subsection (e) of this section, if applicable]; and   |  |  |
| 10       | (3) submits to the Secretary:  |  |  |
| 11       | (i) a renewal application on the form that the Secretary provides; and   |  |  |
| 12<br>13 | (ii) satisfactory evidence of compliance with any other requirements set under this section for license renewal.   |  |  |
|          | 14 (d) Except as provided in subsection (e) of this section, [before renewing a 15 license,] the Secretary shall conduct a State and national criminal record check for each 16 licensee who applies for a renewal of a license.                               |  |  |
|          | (e) The Secretary may waive the State and national criminal record check required under subsection (d) of this section for a licensee who was issued a license under § 18-303(f) of this subtitle if the licensee:   |  |  |
| 20       | (1) provides adequate evidence that:   |  |  |
|          | (i) the license of the licensee issued by another state was renewed by that other state within 30 days of the expiration date of the license issued under this subtitle; and   |  |  |
| 24<br>25 | (ii) the renewal occurred after the licensee submitted to a state and national criminal record check; and  |  |  |
| 26       | (2) pays to the Secretary a processing fee of [\$15] \$100.  |  |  |
| 29       | (F) IF THE STATE AND NATIONAL CRIMINAL RECORD CHECK REQUIRED UNDER SUBSECTION (D) OF THIS SECTION IS NOT COMPLETED BEFORE A LICENSE EXPIRES, THE SECRETARY SHALL ISSUE A TEMPORARY LICENSE TO A LICENSEE WHO OTHERWISE MEETS THE REQUIREMENTS OF THIS SECTION. |  |  |
| 31<br>32 | (G) A TEMPORARY LICENSE ISSUED UNDER SUBSECTION (F) OF THIS SECTION SHALL EXPIRE AT THE EARLIER OF:  |  |  |
| 33<br>34 | (1) (I) THE COMPLETION OF THE STATE AND NATIONAL CRIMINAL RECORD CHECK OF THE LICENSEE; AND  |  |  |
| 35<br>36 | (II) THE RENEWAL OR THE DENIAL OF THE RENEWAL OF THE LICENSE; OR   |  |  |

| 1        | (2) 6 MONTHS.   |  |  |  |
|----------|---|--|--|--|
| 2 3      | [(f)] (H) The Secretary shall renew the license of each licensee whomeets the requirements of this section.   |  |  |  |
| 4        | 18-308.   |  |  |  |
| 5<br>6   | (a) Each licensee shall display the [license] WALL CERTIFICATE conspicuously in the office or place of business of the licensee.  |  |  |  |
| 7        | (b) [ Each licensee shall record the license with the Secretary of State.   |  |  |  |
| 8<br>9   | (c)] Each licensee shall give the Secretary written notice of any change of address within 10 BUSINESS days after the change.   |  |  |  |
|          | (C) A PERSON WHO ENGAGES IN THE BUSINESS OF PROVIDING SECURITY SYSTEMS SERVICES SHALL PROVIDE THE SECRETARY WITH A LIST OF ALL EMPLOYEES WHO:   |  |  |  |
| 13       | (1) ARE SECURITY SYSTEMS TECHNICIANS; OR  |  |  |  |
| 14       | (2) HAVE ACCESS TO CIRCUMVENTIAL INFORMATION.   |  |  |  |
| 15       | 18-309.   |  |  |  |
|          | Subject to the hearing provisions of § 18-310 of this subtitle, the Secretary may deny a license to any applicant, reprimand any licensee, or suspend or revoke a license if the applicant or licensee: |  |  |  |
| 19<br>20 | (1) fraudulently or deceptively obtains or attempts to obtain alicense for the applicant or licensee or for another;  |  |  |  |
| 21       | (2) fraudulently or deceptively uses a license;   |  |  |  |
| 22<br>23 | (3) has a similar license denied, suspended, or revoked in another jurisdiction;  |  |  |  |
| 24<br>25 | (4) pleads guilty or nolo contendere to or is convicted of a felony, theft offense, or crime of moral turpitude;  |  |  |  |
| 26<br>27 | (5) aids an individual to obtain or to attempt to obtain fraudulently or deceptively licensure under this title as a security systems technician;   |  |  |  |
| 28<br>29 | (6) while not licensed, willfully engages in a business providing security systems services;  |  |  |  |
| 30       | (7) while not licensed, willfully advertises as a security systems technician;  |  |  |  |
| 31<br>32 | (8) willfully makes a false statement or misrepresentation in any renewal application or in any other document that the Secretary requires to be submitted; or  |  |  |  |
| 33       | (9) violates any other provision of this title.   |  |  |  |

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- 2 (a) Before the Secretary takes any final action under § 18-309 of this subtitle, the
- 3 Secretary shall give the person against whom the action is contemplated an opportunity
- 4 for a hearing before the Secretary.
- 5 (b) The Secretary shall give notice and hold the hearing in accordance with Title 6 10, Subtitle 2 of the State Government Article.
- 7 (c) The hearing notice to be given to the individual shall be sent by certified mail 8 to the last known address of the individual at least 10 BUSINESS days before the hearing.
- 9 (d) The Secretary may administer oaths in connection with any proceeding under 10 this section.
- (e) The person may be represented at the hearing by counsel.
- 12 (f) If, after due notice, the person against whom the action is contemplated fails 13 or refuses to appear, nevertheless the Secretary may hear and determine the matter.
- 14 18-311.
- 15 Any person aggrieved by a final decision of the Secretary in a contested case, as
- 16 defined in § 10-202 of the State Government Article, may take an appealas allowed in
- 17 Title 10, Subtitle 2 of the State Government Article.
- 18 SUBTITLE 3A. REGISTRATION.
- 19 18-3A-01.
- 20 EXCEPT AS OTHERWISE PROVIDED IN THIS TITLE:
- 21 (1) AN INDIVIDUAL MAY NOT PERSONALLY PROVIDE SECURITY
- 22 SYSTEMS SERVICES UNLESS THE INDIVIDUAL IS REGISTERED AS A SECURITY
- 23 SYSTEMS TECHNICIAN;
- 24 (2) A PERSON LICENSED UNDER THIS TITLE MAY NOT EMPLOY OR
- 25 CONTRACT WITH AN INDIVIDUAL WITH ACCESS TO CIRCUMVENTIAL INFORMATION
- 26 UNLESS THE INDIVIDUAL IS REGISTERED AS AN INDIVIDUAL WITH ACCESS TO
- 27 CIRCUMVENTIAL INFORMATION;
- 28 (3) NEITHER A LICENSEE NOR A REGISTRANT MAY PROVIDE ACCESS TO
- 29 CIRCUMVENTIAL INFORMATION TO AN INDIVIDUAL WHO IS NOT REGISTERED
- 30 UNDER THIS SUBTITLE; AND
- 31 (4) AN EMPLOYEE OF A PERSON LICENSED UNDER THIS TITLE MAY NOT
- 32 OBTAIN ACCESS TO CIRCUMVENTIAL INFORMATION UNLESS THE EMPLOYEE IS
- 33 REGISTERED AS AN INDIVIDUAL WITH ACCESS TO CIRCUMVENTIAL INFORMATION.
- 34 18-3A-02.
- 35 (A) TO QUALIFY FOR REGISTRATION AS A SECURITY SYSTEMS TECHNICIAN
- 36 OR OTHER INDIVIDUAL WHO HAS ACCESS TO CIRCUMVENTIAL INFORMATION, AN
- 37 APPLICANT SHALL:

| 10       |  |
|----------|--|
| 1        | (1) BE AT LEAST 18 YEARS OLD; AND  |
| 2        | (2) BE OF GOOD MORAL CHARACTER.  |
|          | (B) IN ADDITION TO ANY OTHER REQUIREMENTS, AN APPLICANT FOR REGISTRATION AS A SECURITY SYSTEMS TECHNICIAN SHALL MEET ANY TRAINING REQUIREMENTS THAT THE SECRETARY ESTABLISHES BY REGULATION.   |
| 6        | 18-3A-03.  |
| 7        | (A) AN APPLICANT FOR REGISTRATION SHALL:   |
| 8<br>9   | (1) SUBMIT TO THE SECRETARY AN APPLICATION ON THE FORM THAT THE SECRETARY PROVIDES;  |
| 10       | (2) SUBMIT THE DOCUMENTS REQUIRED BY THIS SECTION; AND   |
| 11       | (3) PAY TO THE SECRETARY:  |
| 12<br>13 | (I) AN APPLICATION FEE OF \$15 OR AN AMOUNT THE SECRETARY DETERMINES BASED ON ACTUAL PROCESSING COSTS; AND   |
| 14       | (II) THE COST OF ANY BACKGROUND CHECKS.  |
| 17       | (B) THE APPLICATION FORM PROVIDED BY THE SECRETARY SHALL CONTAIN A STATEMENT ADVISING THE APPLICANT THAT WILLFULLY MAKING A FALSE STATEMENT ON AN APPLICATION IS A MISDEMEANOR, SUBJECT TO A FINE OR IMPRISONMENT OR BOTH, AS PROVIDED UNDER § 18-504 OF THIS TITLE. |
| 19<br>20 | (C) (1) THE APPLICATION SHALL BE ACCOMPANIED BY AT LEAST TWO WRITTEN RECOMMENDATIONS FOR THE APPLICANT.  |
| 21<br>22 | (2) EACH RECOMMENDATION SHALL BE SIGNED, UNDER OATH, BY A REPUTABLE CITIZEN OF THE STATE.  |
| 23<br>24 | (D) AN APPLICANT FOR REGISTRATION SHALL SUBMIT WITH THE APPLICATION TWO SETS OF FINGERPRINTS OF THE APPLICANT.   |
| 25<br>26 | (E) THE SECRETARY MAY WAIVE THE REQUIREMENTS OF THIS SECTION AND REGISTER AN APPLICANT WHO:  |
| 27       | (1) PROVIDES ADEQUATE EVIDENCE THAT THE APPLICANT:   |
| 30       | (I) IS LICENSED IN ANOTHER STATE TO ENGAGE IN THE BUSINESS OF PROVIDING SECURITY SYSTEMS SERVICES OR REGISTERED IN ANOTHER STATE AS A SECURITY SYSTEMS TECHNICIAN OR OTHER INDIVIDUAL WHO HAS ACCESS TO CIRCUMVENTIAL INFORMATION; AND                               |
| 32       | (II) BECAME LICENSED OR REGISTERED IN THE OTHER STATE:   |
| 33<br>34 | 1. AFTER MEETING QUALIFICATIONS THAT ARE AT LEAST EQUIVALENT TO THOSE REQUIRED IN THIS STATE; AND  |
| 35<br>36 | 2. AFTER SUBMITTING TO A STATE AND NATIONAL CRIMINAL RECORD CHECK; AND   |

| 1 2      | (2) PAYS TO THE SECRETARY A PROCESSING FEE OF \$15 OR AN AMOUNT THE SECRETARY DETERMINES BASED ON ACTUAL PROCESSING COSTS.   |
|----------|--|
| 3        | 18-3A-04.  |
|          | (A) EXCEPT FOR REGISTRATION UNDER § 18-3A-03(E) OF THIS SUBTITLE, THE SECRETARY SHALL CONDUCT A STATE AND NATIONAL CRIMINAL RECORD CHECK OF AN APPLICANT BEFORE REGISTERING THE APPLICANT. |
| 7<br>8   | (B) AN APPLICANT SHALL PAY TO THE SECRETARY THE COST OF ANY BACKGROUND CHECKS BEFORE THE APPLICANT MAY BE REGISTERED.  |
| 9        | 18-3A-05.  |
| 10<br>11 | (A) THE SECRETARY SHALL REGISTER EACH APPLICANT WHO MEETS THE REQUIREMENTS OF THIS SUBTITLE.   |
| 12<br>13 | (B) THE SECRETARY SHALL INCLUDE ON EACH REGISTRATION THAT THE SECRETARY ISSUES:  |
| 14       | (1) THE FULL NAME OF THE REGISTRANT;   |
| 15       | (2) THE CURRENT ADDRESS OF THE REGISTRANT;   |
| 16       | (3) THE DATE OF ISSUANCE OF THE REGISTRATION; AND  |
| 17       | (4) THE DATE ON WHICH THE REGISTRATION EXPIRES.  |
| 18<br>19 | (C) THE SECRETARY SHALL ISSUE TO EACH REGISTRANT A POCKET PHOTO IDENTIFICATION CARD WITH:  |
| 20       | (1) THE REGISTRANT'S PICTURE; AND  |
| 21       | (2) THE EXPIRATION DATE OF THE REGISTRANT'S REGISTRATION.  |
| 22<br>23 | (D) EACH REGISTRANT SHALL GIVE THE SECRETARY WRITTEN NOTICE OF ANY CHANGE OF ADDRESS WITHIN 10 BUSINESS DAYS AFTER THE CHANGE.   |
| 24       | 18-3A-06.  |
|          | (A) WHILE AN INDIVIDUAL IS REGISTERED AS A SECURITY SYSTEMS TECHNICIAN, THE INDIVIDUAL IS AUTHORIZED TO PERSONALLY PROVIDE SECURITY SYSTEMS SERVICES.                                      |
|          | (B) WHILE AN INDIVIDUAL IS REGISTERED AS AN INDIVIDUAL WHO HAS ACCESS TO CIRCUMVENTIAL INFORMATION, THE INDIVIDUAL IS AUTHORIZED TO HAVE ACCESS TO CIRCUMVENTIAL INFORMATION.              |

- 31 18-3A-07.
- 32 (A) UNLESS A REGISTRATION IS RENEWED FOR A 3-YEAR TERM AS
- 33 PROVIDED IN THIS SECTION, THE REGISTRATION EXPIRES 3 YEARS AFTER THE
- 34 EFFECTIVE DATE OF THE REGISTRATION.

|          | (B) AT LEAST 90 DAYS BEFORE A REGISTRATION EXPIRES, THE SECRETARY SHALL MAIL TO THE REGISTRANT, AT THE LAST KNOWN ADDRESS OF THE REGISTRANT:   |
|----------|--|
| 4        | (1) A RENEWAL APPLICATION FORM; AND  |
| 5        | (2) A NOTICE THAT STATES:  |
| 6        | (I) THE DATE ON WHICH THE CURRENT REGISTRATION EXPIRES;  |
|          | (II) THE DATE BY WHICH THE SECRETARY MUST RECEIVE THE RENEWAL APPLICATION FOR THE RENEWAL TO BE ISSUED AND MAILED BEFORE THE REGISTRATION EXPIRES; AND   |
| 10       | (III) THE AMOUNT OF THE RENEWAL FEE.   |
| 11<br>12 | (C) BEFORE THE REGISTRATION EXPIRES, THE REGISTRANT PERIODICALLY MAY RENEW IT FOR AN ADDITIONAL 3-YEAR TERM, IF THE REGISTRANT:  |
| 13       | (1) OTHERWISE IS ENTITLED TO REGISTER;   |
| 14       | (2) PAYS TO THE SECRETARY A RENEWAL FEE OF \$15; AND   |
| 15       | (3) SUBMITS TO THE SECRETARY:  |
| 16<br>17 | (I) A RENEWAL APPLICATION ON THE FORM THAT THE SECRETARY PROVIDES; AND   |
| 18<br>19 | (II) SATISFACTORY EVIDENCE OF COMPLIANCE WITH ANY OTHER REQUIREMENTS UNDER THIS SECTION FOR RENEWAL OF REGISTRATION.   |
|          | (D) EXCEPT AS PROVIDED IN SUBSECTION (G) OF THIS SECTION, THE SECRETARY SHALL CONDUCT A STATE AND NATIONAL CRIMINAL RECORD CHECK FOR EACH REGISTRANT WHO APPLIES FOR A RENEWAL OF A REGISTRATION.                  |
| 25       | (E) THE SECRETARY MAY WAIVE THE STATE AND NATIONAL CRIMINAL RECORD CHECK REQUIRED UNDER SUBSECTION (D) OF THIS SECTION FOR A REGISTRANT WHO WAS REGISTERED UNDER § 18-3A-03(E) OF THIS SUBTITLE IF THE REGISTRANT: |
| 27       | (1) PROVIDES ADEQUATE EVIDENCE THAT:   |
| 30       | (I) THE REGISTRANT'S LICENSE OR REGISTRATION ISSUED BY ANOTHER STATE WAS RENEWED BY THAT OTHER STATE WITHIN 30 DAYS OF THE EXPIRATION DATE OF THE LICENSE OR REGISTRATION ISSUED UNDER THIS TITLE; AND             |
| 32<br>33 | (II) THE RENEWAL OCCURRED AFTER THE REGISTRANT SUBMITTED TO A STATE AND NATIONAL CRIMINAL RECORD CHECK; AND  |
| 34       | (2) PAYS TO THE SECRETARY A PROCESSING FEE OF \$15.  |
|          | (F) IF THE STATE AND NATIONAL CRIMINAL RECORD CHECK REQUIRED UNDER SUBSECTION (D) OF THIS SECTION IS NOT COMPLETED BEFORE A REGISTRATION EXPIRES, THE SECRETARY SHALL ISSUE A TEMPORARY                            |

- $1\,$  REGISTRATION TO A REGISTRANT WHO OTHERWISE MEETS THE REQUIREMENTS OF  $2\,$  THIS SECTION.
- 3 (G) A TEMPORARY REGISTRATION ISSUED UNDER SUBSECTION (F) OF THIS 4 SECTION SHALL EXPIRE AT THE EARLIER OF:
- 5 (1) (I) THE COMPLETION OF THE STATE AND NATIONAL CRIMINAL
- 6 RECORD CHECK OF THE REGISTRANT; AND
- $7\$  (II) THE RENEWAL OR THE DENIAL OF THE RENEWAL OF THE 8 REGISTRATION; OR
- 9 (2) 6 MONTHS.
- 10 (H) THE SECRETARY SHALL RENEW THE REGISTRATION OF EACH
- 11 REGISTRANT WHO MEETS THE REQUIREMENTS OF THIS SECTION.
- 12 18-3A-08.
- 13 (A) THE SECRETARY SHALL TEMPORARILY REGISTER ANY INDIVIDUAL WHO
- 14 DOES NOT HAVE THE TRAINING REQUIRED UNDER § 18-3A-02(B) OF THIS SUBTITLE
- 15 BUT OTHERWISE MEETS THE REQUIREMENTS FOR REGISTRATION UNDER THIS
- 16 TITLE.
- 17 (B) TEMPORARY REGISTRATION OF A REGISTRANT UNDER THIS SECTION 18 SHALL EXPIRE AT THE EARLIER OF:
- 19 (1) ACQUISITION BY THE REGISTRANT OF THE TRAINING REQUIRED 20 UNDER § 18-3A-02(B) OF THIS SUBTITLE; OR
- 21 (2) 6 MONTHS.
- 22 (C) AN APPLICANT OBTAINING TEMPORARY REGISTRATION UNDER THIS 23 SECTION:
- 24 (1) SHALL RECEIVE A TEMPORARY REGISTRATION POCKET PHOTO
- 25 IDENTIFICATION CARD WITH THE APPLICANT'S PICTURE; AND
- 26 (2) SHALL WORK UNDER THE SUPERVISION OF AN INDIVIDUAL WHO
- 27 HAS MET THE REQUIREMENTS OF §§ 18-3A-02, 18-3A-03, AND 18-3A-04 OF THIS
- 28 SUBTITLE AND IS REGISTERED UNDER § 18-3A-05 OF THIS SUBTITLE.
- 29 18-3A-09.
- 30 SUBJECT TO THE HEARING PROVISIONS OF § 18-3A-10 OF THIS SUBTITLE, THE
- 31 SECRETARY MAY DENY REGISTRATION TO ANY APPLICANT, REPRIMAND ANY
- 32 REGISTRANT, OR SUSPEND OR REVOKE A REGISTRATION IF THE APPLICANT OR
- 33 REGISTRANT:
- 34 (1) FRAUDULENTLY OR DECEPTIVELY OBTAINS OR ATTEMPTS TO
- 35 OBTAIN A REGISTRATION FOR THE APPLICANT OR REGISTRANT OR FOR ANOTHER;
- 36 (2) FRAUDULENTLY OR DECEPTIVELY USES A REGISTRATION;

| 1 | (3) HAS A SIMILAR LICENSE OR REGISTRATION DENIED, SUSPENDED |
|---|---|
| 2 | OR REVOKED IN ANOTHER JURISDICTION:                         |

- 3 (4) PLEADS GUILTY OR NOLO CONTENDERE TO OR IS CONVICTED OF A 4 FELONY, THEFT OFFENSE, OR CRIME OF MORAL TURPITUDE;
- 5 (5) AIDS AN INDIVIDUAL TO OBTAIN OR TO ATTEMPT TO OBTAIN 6 FRAUDULENTLY OR DECEPTIVELY REGISTRATION UNDER THIS TITLE;
- 7 (6) WHILE NOT REGISTERED AS A SECURITY SYSTEMS TECHNICIAN, 8 WILLFULLY ENGAGES IN PERSONALLY PROVIDING SECURITY SYSTEMS SERVICES;
- 9 (7) WHILE NOT REGISTERED AS A SECURITY SYSTEMS TECHNICIAN, 10 WILLFULLY ADVERTISES AS A SECURITY SYSTEMS TECHNICIAN;
- 11 (8) WILLFULLY MAKES A FALSE STATEMENT OR MISREPRESENTATION 12 IN ANY RENEWAL APPLICATION OR IN ANY OTHER DOCUMENT THAT THE 13 SECRETARY REQUIRES TO BE SUBMITTED; OR
- 14 (9) VIOLATES ANY OTHER PROVISION OF THIS TITLE.
- 15 18-3A-10.
- 16 (A) BEFORE THE SECRETARY TAKES ANY FINAL ACTION UNDER § 18-3A-09 OF 17 THIS SUBTITLE, THE SECRETARY SHALL GIVE THE PERSON AGAINST WHOM THE 18 ACTION IS CONTEMPLATED AN OPPORTUNITY FOR A HEARING BEFORE THE 19 SECRETARY.
- 20 (B) THE SECRETARY SHALL GIVE NOTICE AND HOLD THE HEARING IN 21 ACCORDANCE WITH TITLE 10, SUBTITLE 2 OF THE STATE GOVERNMENT ARTICLE.
- 22 (C) THE HEARING NOTICE TO BE GIVEN TO THE INDIVIDUAL SHALL BE SENT 23 BY CERTIFIED MAIL TO THE LAST KNOWN ADDRESS OF THE INDIVIDUAL AT LEAST 24 10 BUSINESS DAYS BEFORE THE HEARING.
- 25 (D) THE SECRETARY MAY ADMINISTER OATHS IN CONNECTION WITH ANY 26 PROCEEDING UNDER THIS SECTION.
- 27 (E) THE PERSON MAY BE REPRESENTED AT THE HEARING BY COUNSEL.
- 28 (F) IF, AFTER DUE NOTICE, THE PERSON AGAINST WHOM THE ACTION IS 29 CONTEMPLATED FAILS OR REFUSES TO APPEAR, NEVERTHELESS THE SECRETARY 30 MAY HEAR AND DETERMINE THE MATTER.
- 32 ANY PERSON AGGRIEVED BY A FINAL DECISION OF THE SECRETARY IN A
- 33 CONTESTED CASE, AS DEFINED IN § 10-202 OF THE STATE GOVERNMENT ARTICLE,
- 34 MAY TAKE AN APPEAL AS ALLOWED IN TITLE 10, SUBTITLE 2 OF THE STATE
- 35 GOVERNMENT ARTICLE.
- 36 18-401.

31 18-3A-11.

37 (a) IN ORDER TO OBTAIN A LICENSE, A PERSON WHO PROVIDES SECURITY 38 SYSTEMS SERVICES SHALL:

| 1 2      | (1) EXECUTE A BLANKET BOND AS PROVIDED IN SUBSECTION (C) OF THIS SECTION; OR  |
|----------|---|
| 3        | (2) MAINTAIN GENERAL LIABILITY INSURANCE AS PROVIDED IN SUBSECTION (D) OF THIS SECTION.   |
|          | (B) THE SECRETARY MAY NOT ISSUE OR RENEW A LICENSE UNLESS THE APPLICANT OR LICENSEE SUBMITS PROOF OF COMPLIANCE WITH SUBSECTION (A) OF THIS SECTION.  |
|          | (C) (1) [An employer shall execute a] THE blanket bond [covering] REQUIRED BY SUBSECTION (A)(1) OF THIS SECTION SHALL COVER all employeeswho are:   |
| 11<br>12 | (I) [licensed ] REGISTERED as security systems techniciansOR AS OTHER INDIVIDUALS WHO HAVE ACCESS TO CIRCUMVENTIAL INFORMATION;   |
| 13       | (II) [or] applicants for [a license] REGISTRATION; and  |
| 14<br>15 | (III) any electrician with whom the employer contracts to provide security systems services.  |
|          | (2) The BLANKET bond shall be used for the benefit of any person injured by any wrongful [act] ACT, of a security systems technician OR OTHER INDIVIDUAL WHO HAS ACCESS TO CIRCUMVENTIAL INFORMATION, that is willful or malicious. |
| 19<br>20 | (3) The applicant for a license shall submit a copy of the BLANKET bond to the Secretary with the license application.  |
| 21<br>22 | [(b) (1)] (4) (I) The amount of the BLANKET bond [required under subsection (a) of this section] shall be at least \$100,000.   |
| 23<br>24 | [(2)] (II) The total liability of the surety to all insured persons under the BLANKET bond may not exceed the sum of the BLANKET bond.  |
| 25<br>26 | [(c) (1)] (5) (I) If an employer's BLANKET bond is cancelled, forfeited, or terminated by the surety, the surety shall immediately notify the Secretary.  |
|          | [(2)] (II) If a surety fails to notify the Secretary as required by this [subsection] PARAGRAPH, the BLANKET bond shall continue in effect untilthe notice is given to the Secretary.   |
| 30<br>31 | (D) (1) GENERAL LIABILITY INSURANCE REQUIRED BY SUBSECTION (A)(2) OF THIS SECTION SHALL BE IN THE AMOUNT OF AT LEAST \$250,000.   |
|          | (2) AN APPLICANT FOR A LICENSE SHALL SUBMIT PROOF OF INSURANCE MEETING THE REQUIREMENTS OF PARAGRAPH (1) OF THIS SUBSECTION TO THE SECRETARY WITH THE LICENSE APPLICATION.  |
|          | (3) IF THE GENERAL LIABILITY INSURANCE REQUIRED UNDER THIS SECTION IS CANCELED, THE INSURER SHALL NOTIFY THE SECRETARY WITHIN 10 BUSINESS DAYS AFTER THE DATE OF CANCELLATION.  |

- 1 [(d)] (E) In addition to § 18-504 of this title, a court of competent jurisdiction
- 2 may enjoin the operation of any employer who violates the requirements of this section.
- 3 18-501.
- 4 A person may not engage, attempt to engage, or offer to engage in a business of
- 5 providing security systems services in the State unless licensed by the Secretary.
- 6 18-502.
- 7 Unless authorized under this title to engage in the business of providing security
- 8 systems services, a person may not represent to the public, by use of the title "security
- 9 systems technician", by description of services, methods, or procedures, or otherwise, that
- 10 the person is authorized to engage in the business of providing security systems services in
- 11 the State.
- 12 18-503.
- A person may not willfully make a false statement on any application form or other
- 14 document submitted to the Secretary under this title.
- 15 18-504.
- A person who violates any provision of this title is guilty of a misdemeanor and on
- 17 conviction is subject to a fine not exceeding \$1,000 or imprisonment not exceeding 1 year
- 18 or both.
- 19 18-601.
- This title may be cited as the "Maryland Security Systems Technicians Act".
- 21 Chapter 362 of the Acts of 1994, as amended by Chapter 105 of the Acts of 1995
- 22 SECTION 2. AND BE IT FURTHER ENACTED, That, notwithstanding the
- 23 provisions of this Act, an individual or person who is engaged in the business of providing
- 24 security system services shall not be subject to the provisions of this Act or required to
- 25 obtain a license OR REGISTRATION under this Act until [June 1, 1996] JUNE 1, 1997.
- 26 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 27 October 1, 1996.