BY: Economic Matters Committee

AMENDMENTS TO HOUSE BILL NO. 1431 (First Reading File Bill)

AMENDMENT NO. 1

On page 1, strike line 2 in its entirety and substitute "<u>Home Builders - Miscellaneous</u> <u>Provisions</u>"; in line 5, after "home;" insert "<u>altering the circumstances under which the Home</u> <u>Builder Registration Unit may deny a registration to an applicant, reprimand a registrant, suspend or</u> <u>revoke a registration, or impose a civil penalty on a registrant;</u>"; in the same line, strike the second "a certain"; in the same line, strike "correction" and substitute "<u>corrections</u>"; and after line 12, insert:

"BY repealing and reenacting, without amendments,

<u>Article - Business Regulation</u> <u>Section 4.5-101(a)</u> <u>Annotated Code of Maryland</u> (1998 Replacement Volume and 2000 Supplement)

BY repealing and reenacting, with amendments,

Article - Business Regulation Section 4.5-101(g), 4.5-305(b), 4.5-308(a)(9), and 4.5-502 Annotated Code of Maryland (1998 Replacement Volume and 2000 Supplement)".

AMENDMENT NO. 2

On page 1, strike beginning with "IN" in line 17 down through "(2)" in line 18; in line 20, strike the brackets; in the same line, strike "(3)"; and in lines 20 and 21, strike "this subtitle" and substitute "<u>THE MARYLAND HOME BUILDER REGISTRATION ACT</u>".

On page 2, in line 8, strike the brackets; in the same line, strike "(4)"; in line 9, strike the brackets; in the same line, strike "(3)"; in line 28, in each instance, strike the brackets; in the same line, strike "(5)"; and in the same line, strike "(3)".

(Over)

AMENDMENT NO. 3

On page 2, after line 29, insert:

"Article - Business Regulation

4.5-101.

(a) In this title the following words have the meanings indicated.

(g) <u>"Home builder registration number" means a registration number issued by the</u> [Director] UNIT to a registrant under this title.

4.5-305.

(b) <u>At least 60 days before a registration expires, the [Director] UNIT shall mail the</u> registrant, at the last known address of the registrant:

- (1) <u>a renewal application form; and</u>
- (2) <u>a notice that states:</u>
 - (i) the date on which the current registration expires; and

(ii) the date by which the [Director] UNIT must receive the renewal application for a renewal to be issued and mailed before the registration expires.

4.5-308.

(a) The Unit may deny registration to an applicant, reprimand a registrant, suspend or revoke a registration, or impose a civil penalty on a registrant if the Unit determines that the applicant or registrant:

(9) engaged in a pattern of poor workmanship as evidenced by one or more of the following:

(i) repeated unresolved building code violations;

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(ii) repeated unsatisfied arbitration awards IN FAVOR OF CONSUMERS against the applicant or registered home builder based on incomplete or substandard work [that results in a consumer, in whose names the arbitration awards are entered, filing complaints with the Division under this subtitle]; or

(iii) an unsatisfied final judgment IN FAVOR OF A CONSUMER [that results in a consumer, in whose name the judgment is entered, filing a complaint with the Division under Title 13 of the Commercial Law Article];

4.5-502.

(a) <u>Subject to the notice and hearing provisions of Title 10, Subtitle 2 of the State</u> <u>Government Article, the Division may bring a civil administrative action against a person that</u> <u>violates § 4.5-501(a) of this subtitle.</u>

(b) After a hearing, if the [Director] DIVISION finds that a person has violated § 4.5-501(a) of this subtitle, the [Director] DIVISION may:

(1) order the person to cease and desist from unlawful practice; and

(2) impose a civil penalty of not more than \$1,000 for each day of unlawful practice.

(c) Any party aggrieved by a decision and order of the [Director] DIVISION under this section may make an appeal as provided under §§ 10-222 and 10-223 of the State Government Article.".