Department of Legislative Services

Maryland General Assembly 2025 Session

FISCAL AND POLICY NOTE First Reader

House Bill 92

(Chair, Economic Matters Committee)(By Request - Departmental - Labor)

Economic Matters

Heating, Ventilation, Air–Conditioning, and Refrigeration Contractors – License Restoration

This departmental bill extends the time period (from 90 days to four years) during which a licensee of the State Board of Heating, Ventilation, Air Conditioning, and Refrigeration (HVACR) Contractors may apply for a license restoration after expiration.

Fiscal Summary

State Effect: The State Board of HVACR Contractors can implement the bill's changes with existing budgeted resources. Revenues and expenditures are likely not materially affected.

Local Effect: None.

Small Business Effect: The Maryland Department of Labor (MD Labor) has determined that this bill has minimal or no impact on small business (attached). The Department of Legislative Services concurs with this assessment.

Analysis

Bill Summary/Current Law: If an application for a license restoration is made within 90 days of expiration (four years under the bill), the license may be restored on payment of *the required* renewal *or reinstatement* fee. If application for restoration is not made within the 90-day period (four years under the bill), the State Board of HVACR Contractors may require compliance with the process for initial applications as if the applicant had never been licensed. Current renewal fees (which are the same as fees for an original

license) range from \$12 for an apprentice license to \$94.50 for a master or limited license. Fees are paid to the State Occupational Mechanical Licensing Boards' Fund.

Background: MD Labor advises that it is necessary to extend the time within which an HVACR licensee may seek renewal or reinstatement of an expired license. Under current law, any request for reinstatement after 90 days of license expiration requires an individual to qualify for an original license, including passing a license examination. Certain licensees (*e.g.*, an individual recovering from an injury) may not realize within the 90-day period that their license has expired and may not have access to the electronic application platform. The bill is intended to mirror the reinstatement requirements for other mechanical licensing boards within MD Labor.

Additional Information

Recent Prior Introductions: Similar legislation has not been introduced within the last three years.

Designated Cross File: SB 263 (Chair, Education, Energy, and the Environment Committee)(By Request - Departmental - Labor) - Education, Energy, and the Environment.

Information Source(s): Maryland Department of Labor; Department of Legislative Services

Fiscal Note History: First Reader - January 19, 2025 rh/mcr

Analysis by: Eric F. Pierce

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ANALYSIS OF ECONOMIC IMPACT ON SMALL BUSINESSES

- TITLE OF BILL: Heating, Ventilation, Air–Conditioning, and Refrigeration Contractors – License Restoration
- BILL NUMBER: HB 92

PREPARED BY: John Bull Executive Director, Mechanical Boards

PART A. ECONOMIC IMPACT RATING

This agency estimates that the proposed bill:

__X__ WILL HAVE MINIMAL OR NO ECONOMIC IMPACT ON MARYLAND SMALL BUSINESSES

OR

____ WILL HAVE A MEANINGFUL ECONOMIC IMPACT ON MARYLAND SMALL BUSINESSES