SENATE, No. 4119 STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED NOVEMBER 12, 2021

Sponsored by: Senator STEVEN V. OROHO District 24 (Morris, Sussex and Warren) Senator NELLIE POU District 35 (Bergen and Passaic)

SYNOPSIS

Revises penalties for transfer of certain professional and occupational licenses.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 12/16/2021)

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1 AN ACT concerning the transfer of certain professional and 2 occupational licenses and amending P.L.1978, c.73 and 3 supplementing P.L.2004, c.16 (C.56:8-136 et seq.). 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. Section 12 of P.L.1978, c.73 (C.45:1-25) is amended to read 9 as follows: 10 12. a. Any person who engages in any conduct in violation of 11 any provision of an act or regulation administered by a board shall, 12 in addition to any other sanctions provided herein, be liable to a 13 civil penalty of not more than \$10,000 for the first violation and not 14 more than \$20,000 for the second and each subsequent violation. 15 For the purpose of construing this section, each act in violation of 16 any provision of an act or regulation administered by a board shall 17 constitute a separate violation and shall be deemed a second or 18 subsequent violation under the following circumstances: 19 (1) an administrative or court order has been entered in a prior, 20 separate and independent proceeding; 21 (2) the person is found within a single proceeding to have 22 committed more than one violation of any provision of an act or 23 regulation administered by a board; or 24 (3) the person is found within a single proceeding to have 25 committed separate violations of any provision of more than one act 26 or regulation administered by a board. 27 b. In lieu of an administrative proceeding or an action in the 28 Superior Court, the Attorney General may bring an action in the 29 name of any board for the collection or enforcement of civil 30 penalties for the violation of any provision of an act or regulation 31 administered by such board. Such action may be brought in 32 summary manner pursuant to the "Penalty Enforcement Law of 33 1999," P.L.1999, c.274 (C.2A:58-10 et seq.) and the rules of court 34 governing actions for the collection of civil penalties in the 35 municipal court where the offense occurred. Process in such action 36 may be by summons or warrant and in the event that the defendant 37 in such action fails to answer such action, the court shall, upon 38 finding an unlawful act or practice to have been committed by the 39 defendant, issue a warrant for the defendant's arrest in order to 40 bring such person before the court to satisfy the civil penalties 41 imposed. In any action commenced pursuant to this section, the 42 court may order restored to any person in interest any moneys or 43 property acquired by means of an unlawful act or practice. 44 Any action alleging the unlicensed practice of a profession c. 45 or occupation shall be brought pursuant to this section or, where

EXPLANATION – Matter enclosed in **bold-faced** brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

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injunctive relief is sought, by an action commenced in the Superior

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Court.

3 d. In any action brought pursuant to this act, a board or the 4 court may order the payment of costs for the use of the State, 5 including, but not limited to, costs of investigation, expert witness fees and costs, attorney fees and costs, and transcript costs. 6 7 e. In addition to any other penalty provided by law, an 8 individual regulated by the Board of Examiners of Electrical 9 Contractors; the Elevator, Escalator, and Moving Walkway 10 Mechanics Licensing Board; the Fire Alarm, Burglar Alarm and Locksmith Advisory Committee; the Licensed Master Hearth 11 12 Specialist Advisory Committee; the State Board of Examiners of 13 Heating, Ventilating, Air Conditioning and Refrigeration 14 Contractors; the State Board of Examiners of Master Plumbers; or 15 other State entity created to regulate a skilled trade occupation in 16 the Division of Consumer Affairs in the Department of Law and 17 Public Safety who transfers a license provided to the individual by 18 the requisite board to another individual shall be liable to a civil 19 penalty of not more than \$15,000 for the first violation and not 20 more than \$25,000 for the second and each subsequent violation. 21 For the purpose of construing this section, each violation of any 22 provision of an act or regulation administered by a board shall 23 constitute a separate violation and shall be deemed a second or 24 subsequent violation under the circumstances listed in paragraphs 25 (1), (2), and (3) of subsection a. of this section. 26 (cf: P.L.2001, c.307, s.3) 27 28 2. (New section) In addition to any other penalty provided by 29 law, a person who knowingly violates section 10 of P.L.2004, c.16 30 (C.56:8-145) or who otherwise transfers a registration obtained 31 pursuant to section 3 of P.L.2004, c.16 (C.56:8-138) shall be liable 32 to a civil penalty of not more than \$15,000 for the first violation 33 and not more than \$25,000 for the second and each subsequent 34 violation. 35 36 3. This act shall take effect immediately. 37 38 39 **STATEMENT** 40 41 This bill heightens penalties for the transfer of licenses, or 42 license lending, issued by certain boards. Under the bill, in addition 43 to any other penalty provided by law, an individual regulated by the 44 Board of Examiners of Electrical Contractors; the Elevator, 45 Escalator, and Moving Walkway Mechanics Licensing Board; the 46 Fire Alarm, Burglar Alarm and Locksmith Advisory Committee; the

Licensed Master Hearth Specialist Advisory Committee; the State

Board of Examiners of Heating, Ventilating, Air Conditioning and

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1 Refrigeration Contractors; the State Board of Examiners of Master Plumbers; or other State entity created to regulate a skilled trade 2 3 occupation in the Division of Consumer Affairs in the Department 4 of Law and Public Safety who transfers a license provided to the 5 individual by the requisite board to another individual is liable to a 6 civil penalty of not more than \$15,000 for the first violation and not 7 more than \$25,000 for the second and each subsequent violation. 8 Current law stipulates any person who engages in conduct in 9 violation of any provision of an act or regulation administered by a board, which includes license transfer, is liable to a civil penalty of 10 \$10,000 for the first violation and not more than \$20,000 for the 11 12 second and each subsequent violation. 13 This bill also imposes the same heightened penalties for home

14 improvement and home elevation contractors, who are regulated

15 separately under Title 56.