

1 HB253
2 137558-6
3 By Representative Carns
4 RFD: Boards, Agencies and Commissions
5 First Read: 09-FEB-12

1 "§34-1A-1.

2 "For the purpose of this chapter, the following
3 terms shall have the following meanings unless the context
4 clearly indicates otherwise:

5 "(1) ALARM SYSTEM. Burglar alarms, ~~television~~
6 security cameras, or other electrical or electronic device
7 used to prevent or detect burglary, theft, shoplifting,
8 pilferage, and other similar losses. The term does not include
9 any fire detection, fire alarm, or fire communication system.

10 "(2) ALARM SYSTEM INSTALLER. A person or business
11 entity that offers to undertake, represents itself as being
12 able to undertake, or does undertake the installation,
13 service, or monitoring, of alarm systems for the public for
14 any type of compensation.

15 "(3) BURGLAR ALARM. An assembly of equipment and
16 devices, or a single device such as a solid-state unit which
17 plugs directly into an AC line, designed to detect an
18 unauthorized intrusion or an attempted robbery at a protected
19 premises or signal public police or private guards to respond,
20 or both.

21 "(4) CENTRAL STATION. A location where alarm signals
22 are received as a part of an alarm system and then relayed via
23 operator to law enforcement officials.

24 "(5) CLOSED CIRCUIT TELEVISION SYSTEM (CCTV). A
25 combination of electronic equipment and devices designed and
26 arranged for the viewing, monitoring, or recording of video
27 signals transmitted from transmitters, such as cameras, to

1 receivers, such as monitors, digital video recorders, and
2 network video recorders (NVR) through a closed cable or other
3 video signal transmission method.

4 "(6) ELECTRONIC ACCESS CONTROL SYSTEM. A system that
5 is powered by the building's primary power source and is used
6 as a process to grant or deny an individual access to a
7 specific area or object based upon his or her possession of an
8 item, a code, or physical characteristic.

9 "(7) INSTALLATION. The initial placement of
10 equipment or the extension, modification, or alteration of
11 equipment after initial placement.

12 "(8) LOCKSMITH. A person or business entity that
13 offers to undertake, represents itself as being able to
14 undertake, or does undertake the installation or service of
15 locks for motor vehicles or for residential or commercial use.

16 "(9) SERVICE. Necessary repair in order to return
17 the system to operational condition.

18 "§34-1A-3.

19 "The board shall have all of the following powers:

20 "(1) License and regulate persons and business
21 entities engaged in business as an alarm system installer or
22 as a locksmith.

23 "(2) Establish the qualifications for licensure to
24 ensure competency and integrity to engage in these businesses
25 and allow graduates of technical school or community college
26 programs in related fields to qualify. Qualifications for

1 licensure shall include the requirement that the applicant is
2 a United States citizen or legally present in this state.

3 "(3) Examine, or cause to be examined, the
4 qualifications of each applicant for licensure including the
5 preparation, administration, and grading of examinations, and
6 when necessary, requiring the applicant to supply a board
7 approved background investigation.

8 "(4) License qualified applicants regulated by the
9 board.

10 "(5) Revoke, suspend, or fail to renew a license for
11 just cause as enumerated in the regulations of the board.

12 "(6) Levy and collect reasonable fees for licensure,
13 including, but not limited to, the application process and
14 testing of applicants, and renewal, suspension, and reissuance
15 of licenses, and costs of necessary hearings, that are
16 sufficient to cover all expenses for the administration and
17 operation of the board.

18 "(7) Promulgate rules and regulations in accordance
19 with the Administrative Procedure Act necessary to perform its
20 duties, to ensure continued competency, to prevent deceptive,
21 misleading, or criminal practices by its licensees, and to
22 effectively administer the regulatory system administered by
23 the board.

24 "(8) Register or by other means monitor employees of
25 a licensee to ensure such employees do not impair the ability
26 of the licensee to satisfy the requirements of this chapter.

1 "(9) Receive and investigate complaints concerning
2 the conduct of any person or business entity whose activities
3 are regulated by the board, conduct hearings in accordance
4 with procedures established by the board pursuant to the
5 Alabama Administrative Procedure Act, and take appropriate
6 disciplinary action if warranted.

7 "(10) Ensure that periodic inspections are conducted
8 relating to the operations of licensees to ensure competency
9 and lawful compliance.

10 "(11) Require the purchase of comprehensive
11 liability insurance related to business activities in a
12 minimum specified amount.

13 "(12) Require licensees and employees of licensees
14 have available a photo identification card at all times when
15 providing licensed services.

16 "(13) Promulgate canons of ethics under which the
17 regulated professional activities of persons and business
18 entities shall be conducted.

19 "(14) Employ or contract for necessary personnel,
20 including a director, and provide necessary offices, supplies,
21 and equipment to fulfill the requirements of this chapter.

22 "(15) Delegate its powers and duties by resolution
23 to a named designee.

24 "(16) Enter into contracts and expend funds of the
25 board to fulfill the requirements of this chapter.

1 "(17) Borrow money for the initial start-up
2 operation of the board until sufficient receipts are paid into
3 the special revenue trust fund specified in Section 34-1A-9.

4 "(18) Work with the office of the Attorney General
5 and other law enforcement agencies to prohibit any violation
6 of this chapter.

7 "(19) Establish volunteer procedures for those
8 persons or businesses that are exempt from this chapter.

9 "(20) Conduct inspections relating to the operations
10 of unlicensed persons, firms, or corporations to include the
11 solicitation, installation, servicing, monitoring of burglar
12 alarm systems of a customer, or the holding of privacy codes
13 for burglar alarm systems of a customer, or the selling,
14 installation, or servicing of access control systems or CCTV
15 to or for a customer to ensure lawful compliance with this
16 chapter.

17 "§34-1A-5.

18 "(a) The board shall issue licenses authorized by
19 this chapter to all qualified individuals in accordance with
20 rules or regulations established by the board.

21 "~~(b) The annual~~(b) (1) Effective beginning January 1,
22 2013, the license fee for a two-year period as set by the
23 board shall not exceed ~~one hundred fifty dollars (\$150)~~ three
24 hundred dollars (\$300) for an individual and ~~seven hundred~~
25 ~~fifty dollars (\$750)~~ one thousand five hundred dollars
26 (\$1,500) for a business entity.

1 "(2) Effective for the license year beginning
2 January 1, 2013, and thereafter, the board may provide for the
3 licenses to be renewed on a staggered basis as determine by
4 rule of the board and, in order to stagger the license
5 renewals, may issue the license for less than a two-year
6 period. The amount of the license fees provided in subdivision
7 (1) shall be prorated by the board on a monthly basis for the
8 number of months the board issues the licenses in order to
9 convert to any staggered system of renewals.

10 "(c) The license shall not be transferred or
11 assigned and is valid only with respect to the person to whom
12 it is issued.

13 "(d) (1) No license shall be granted if the applicant
14 has had any prior business license revoked for fraud,
15 misrepresentation, or any other act that would constitute a
16 violation of this chapter.

17 "(2)a. An applicant shall not be refused a license
18 solely because of a prior criminal conviction, unless the
19 criminal conviction directly relates to the occupation or
20 profession for which the license is sought. The board may
21 refuse a license if, based on all the information available,
22 including the applicant's record of prior convictions, the
23 board finds that the applicant is unfit or unsuited to engage
24 in the business.

25 "b. The board may consult with appropriate state or
26 federal law enforcement authorities to verify whether an
27 applicant has a criminal record prior to granting any license

1 and, as an aid to this duty, each applicant may be required to
2 provide his or her fingerprints and complete an affidavit of
3 his or her criminal record, if any, as a part of the
4 application. The board may periodically consult with state and
5 federal law enforcement officials to determine whether current
6 licensees have new criminal convictions.

7 "(e) Any license granted pursuant to this chapter
8 shall be issued for a two-year period, but may be staggered
9 for renewals as otherwise provided for. Any license shall
10 expire December 31 of each year unless it is renewed pursuant
11 to ~~regulations~~ rules established by the board or unless it is
12 suspended or revoked.

13 "(f) An affirmative vote of a majority of board
14 members shall be required before any action to suspend or
15 revoke a license, to impose a sanction on a licensee, or to
16 levy a monetary penalty. A board member shall disqualify
17 himself or herself and withdraw from any case in which he or
18 she cannot accord fair and impartial consideration.

19 "(g) A nonresident of this state may be licensed by
20 meeting one of the following requirements:

21 "(1) Conforming to the provisions of this chapter
22 and the regulations of the board.

23 "(2) Holding a valid license in another state with
24 which reciprocity has been established by the board.

25 "(h) A licensee shall display the license at its
26 normal place of business and in a manner easily readable by
27 the general public.

1 "(i) A notice shall be displayed prominently in the
2 place of business of each licensee regulated pursuant to this
3 chapter containing the name, mailing address, and telephone
4 number of the board, and a statement informing consumers that
5 complaints against licensees may be directed to the board.

6 "(j) The license number of a licensee shall be
7 displayed in all advertising.

8 "(k) The board shall prepare information of consumer
9 interest describing the regulatory functions and describing
10 the procedures of the board by which consumer complaints shall
11 be filed with and resolved by the board. The board shall make
12 the information available to the general public and
13 appropriate state agencies. The board shall provide upon
14 request a listing of all licensees. The board may collect a
15 fee for the cost of duplicating and mailing materials.

16 "(l) Each written contract for services in the state
17 of a licensee shall contain the name, mailing address, and
18 telephone number of the board and a statement informing
19 consumers that complaints against licensees may be directed to
20 the board.

21 "(m) Notice of the issuance, revocation,
22 reinstatement, or expiration of every license issued by the
23 board shall be furnished to the sheriff of the county and the
24 chief of police, as appropriate, and the inspection department
25 of the city where the principal place of business of a
26 licensee is located.

1 "(n) Information contained in alarm system records
2 held by the board concerning the location of an alarm system,
3 the name of the occupant residing at the alarm system
4 location, or the type of alarm system used shall be
5 confidential and disclosed only to the board or as otherwise
6 required by law.

7 "§34-1A-6.

8 "~~The (a) Subject to subsection (b), the~~ The
9 licensing and regulatory provision of this chapter shall not
10 apply to any of the following persons, entities, or
11 activities:

12 "(1) A person or business entity which only sells
13 alarm systems at the premises of a customer, but does not
14 enter the premises of the customer or install, service,
15 monitor, or respond to the alarm system at the premises of the
16 customer.

17 "(2) The installation, servicing, monitoring, or
18 responding to an alarm device which is installed in a motor
19 vehicle, aircraft, or boat.

20 "(3) The installation of an alarm system on property
21 owned by or leased to the installer.

22 "(4) A person or business entity who owns, installs,
23 or monitors alarm systems, on his or her own property or, if
24 he or she does not charge for the system or its installation,
25 installs it for the protection of his or her personal property
26 located on the property of another, and does not install or

1 monitor the system as a normal business practice on the
2 property of another.

3 "(5) A person or business entity whose sale of an
4 alarm system or lock is exclusively over-the-counter or by
5 mail order.

6 "(6) A person or business entity in the business of
7 building construction that installs electrical wiring and
8 devices that may include in part the installation of an alarm
9 system if both of the following apply:

10 "a. The person or business entity is a party to a
11 contract that provides that the installation shall be
12 performed under the direct supervision of, inspected, and
13 certified by a person or business entity licensed to install
14 an alarm system and that the licensee assumes full
15 responsibility for the installation and service of the alarm
16 system.

17 "b. The person or business entity does not service,
18 monitor, or maintain the alarm system.

19 "(7) The response to an alarm system by a law
20 enforcement agency or by a law enforcement officer acting in
21 an official capacity.

22 "(8) A business that engages in the installation or
23 operation of telecommunications facilities or equipment which
24 are used for the transport of any signal, data, or information
25 outside the continuous premises on which any alarm system is
26 installed or maintained.

1 "(9) Any business entity, business owner, or person,
2 or the agent or employee of such business entity, business
3 owner, or person engaging in the routine visual inspection or
4 manufacturer's or installer's recommended testing of an alarm
5 system subject to this chapter owned by the business entity,
6 business owner, or person and installed on property under the
7 control of the business entity, business owner, or person.

8 "(10) Any business entity, or person, or those
9 engaged in property management, or agent or subcontractors or
10 employees thereof, who, in the normal course of business,
11 engage in the routine inspection, service, or replacement of
12 such alarm systems, fire alarm or fire/smoke detection
13 systems, fire communication systems, or security devices
14 subject to this chapter, on or in property owned or under the
15 control of such business entity, or person, or property
16 manager.

17 "(11) Consulting engineers who design, develop,
18 modify, or offer other services within the scope of their
19 profession regarding alarm systems.

20 "(12) A licensed general contractor and the
21 employees of the contractor whose activities are limited to
22 the projects that qualify for a license by the State Licensing
23 Board for General Contractors.

24 "(13) A licensed electrician, master electrician,
25 and electrical contractor who is licensed by the city, county,
26 or state and their employees whose activities are limited to

1 the projects of the licensed electrician, master electrician,
2 and electrical contractor.

3 "(14) A licensed homebuilder and the employees of
4 the homebuilder whose activities are limited to the projects
5 of the licensed homebuilder.

6 ~~"(b) Notwithstanding the exemptions contained in
7 subsection (a), a person or entity shall be subject to the
8 licensing requirements under this chapter if the person or
9 entity solicits, installs, services, or monitors burglar alarm
10 systems or hold privacy codes for burglar alarm systems of a
11 customer, or sells, installs, or services access control
12 systems or CCTV.~~

13 "§34-1A-7.

14 "(a) Effective January 1, 1998, it shall be unlawful
15 for any person or business entity to engage in a business
16 regulated by this chapter in this state without a current
17 valid license or in violation of this chapter and applicable
18 rules and regulations of the board.

19 "(b) Effective January 1, 1998, it shall be unlawful
20 for a person or business entity not licensed under this
21 chapter to advertise or hold out to the public that he or she
22 is a licensee of the board.

23 "(c) Any person or business entity who violates
24 this chapter or any order, rule, or regulation of the board
25 shall be guilty of a Class A misdemeanor, and for each offense
26 for which he or she is convicted shall be punished as provided
27 by law.

1 "(d) Effective January 1, 1998, it shall also
2 constitute a Class A misdemeanor to willfully or intentionally
3 do any of the following:

4 "(1) Obliterate the serial number on an alarm system
5 for the purpose of falsifying service reports.

6 "(2) Knowingly and deliberately improperly install
7 an alarm system, or knowingly and deliberately improperly
8 service such a system.

9 "(3) While holding a license, allow another person
10 or business entity to use the license or license number.

11 "(4) Use, or permit the use of, any license by a
12 person or business entity other than the one to whom the
13 license is issued.

14 "(5) Use any credential, method, means, or practice
15 to impersonate a representative of the board.

16 "(6) Make use of any designation provided by statute
17 or regulation to denote a standard of professional or
18 occupational competence without being duly licensed.

19 "(7) Make use of any title, words, letters, or
20 abbreviations which may reasonably be confused with a
21 designation provided by statute or regulation to denote a
22 standard of professional or occupational competence without
23 being duly licensed.

24 "(8) Provide material misrepresenting facts in an
25 application for licensure or in other communications with the
26 board.

1 "(9) Refuse to furnish the board information or
2 records required or requested pursuant to statute or
3 regulation.

4 "(e) The board may institute proceedings in equity
5 to enjoin any person or business entity from engaging in any
6 unlawful act enumerated in this chapter. Such proceedings
7 shall be brought in the name of this state by the board in the
8 circuit court of the city or county in which the unlawful act
9 occurred or in which the defendant resides.

10 "(f) In addition to any other disciplinary action
11 taken by the board, any person or business entity licensed by
12 the board who violates this chapter or rule or regulation
13 promulgated pursuant to this chapter shall be subject to a
14 monetary penalty. If the board determines that the person is
15 in fact guilty of the violation, the board shall determine the
16 amount of the monetary penalty for the violation, which shall
17 not exceed one thousand dollars (\$1,000) for each violation.
18 The board may file a civil action to collect the penalty.

19 "(g) The board is entitled to costs and reasonable
20 attorney fees in any civil action or administrative proceeding
21 in which the board obtains relief.

22 "(h) In addition to or in lieu of the criminal
23 penalties and administrative sanctions provided in this
24 chapter, the board may issue an order to any person, firm, or
25 corporation engaged in any activity, conduct, or practice
26 constituting a violation of this chapter directing the person,
27 firm, or corporation to forthwith cease and desist from the

1 ~~activity, conduct, practice, or the performance of any work~~
2 ~~being done then or about to be commenced. The order shall be~~
3 ~~constituting a violation of this chapter to show cause why an~~
4 ~~order should not be issued directing the person, firm, or~~
5 ~~corporation to cease and desist from the activity, conduct,~~
6 ~~practice, or the performance of any work being done then or~~
7 ~~about to be commenced. If the person, firm, or corporation~~
8 ~~files a written request for a hearing before the board within~~
9 ~~14 days after receipt of the order, the board, not less than~~
10 ~~30 days thereafter, shall hold a hearing on the matter. After~~
11 ~~a hearing, or if no hearing is requested, the board may issue~~
12 ~~a cease and desist order to the person, firm, or corporation.~~
13 ~~If an order is issued, the order shall be issued in the name~~
14 ~~of the State of Alabama under the official seal of the board.~~
15 ~~If the person, firm, or corporation to whom the board directs~~
16 ~~a cease and desist order does not cease or desist the~~
17 ~~proscribed activity, conduct, practice, or performance of the~~
18 ~~work immediately, the board may petition any court of~~
19 ~~competent jurisdiction to issue a writ of injunction enjoining~~
20 ~~the person, firm, or corporation from engaging in any~~
21 ~~activity, conduct, practice, or performance of work as~~
22 ~~prohibited by this chapter. Upon a showing by the board that~~
23 ~~the person, firm, or corporation has engaged or is engaged in~~
24 ~~any activity, conduct, practice, or performance of any work~~
25 ~~prohibited by this chapter, the court shall grant injunctive~~
26 ~~relief enjoining the person, firm, or corporation from~~
27 ~~engaging in such unlawful activity, conduct, practice, or~~

1 performance of work. Upon the issuance of a permanent
2 injunction, the court may fine the offending party up to five
3 thousand dollars (\$5,000), plus costs and attorney fees, for
4 each offense. A judgment for a civil fine, attorney fees, and
5 costs may be rendered in the same judgment in which the
6 injunction is made absolute.

7 "(i) Any person violating this chapter who fails to
8 cease work after a hearing and notification from the board
9 shall not be eligible to apply for a license from the board
10 for a period not to exceed one year from the date of official
11 notification to cease work. In addition, the board may
12 withhold approval for up to six months of any application from
13 any person who prior to the application has been found in
14 violation of this chapter.

15 "§34-1A-10.

16 "This chapter shall not apply in counties having
17 populations of less than 30,000 inhabitants according to the
18 most recent decennial census, unless the county commission of
19 such a county, by the adoption of a resolution, irrevocably
20 elects to be covered by this chapter to a person or business
21 entity that is located in and only conducts business in a
22 county having a population of less than 30,000 inhabitants
23 according to the most recent federal decennial census that
24 would otherwise be required to be licensed under this chapter
25 if the person or business entity had a business license for
26 the installation, service, or monitoring of burglar alarm

1 systems for five or more continuous years prior to the
2 effective date of the act amending this section."

3 Section 2. This act shall become effective on the
4 first day of the third month following its passage and
5 approval by the Governor, or its otherwise becoming law.

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House of Representatives

Read for the first time and re-
ferred to the House of Representa-
tives committee on Boards, Agencies
and Commissions..... 09-FEB-12

Read for the second time and placed
on the calendar with 1 substitute
and..... 23-FEB-12

Read for the third time and passed
as amended..... 14-MAR-12
Yeas 81, Nays 8, Abstains 0

Greg Pappas
Clerk