### City of Sedgwick City Council Meeting February 21, 2024

TO: Mayor and City Council

**SUBJECT:** Contractors Licenses

**INITIATED BY: Administration** 

AGENDA: New Business

<u>Background:</u> Staff was tasked with the development of a code to require contractors licenses for individuals and companies doing construction work within the city limits. Council reviewed the draft on February 7, 2024, during a workshop and suggested alterations be made to exclude the bonding requirement, to have the City Administrator be the authority to handle grievances between contractors and the chief building inspector, and to make the licenses biannual.

The code is presented tonight for your consideration. If adopted, the city will begin requiring all individuals and companies performing construction work within the city limits to show proof of licensure on all job sites and file with the City Clerk on an biannual basis.

Financial Considerations: There will be a minor increase in fees collected through permitting.

**Recommendations/Actions:** To be determined by Council.

#### **Article 6. Contractor Licenses**

# 4-601. Builder's or building contractor's license required; building permits; unlawful acts.

- (a) Each builder or building contractor shall before entering upon any building or construction work subject to regulation by city laws, apply to the city clerk for a builder's or building contractor's license and receive the same as hereinafter provided and have in his or her possession a valid license authorizing him, her, or it to engage in the trade or occupation of a builder or building contractor in the city.
- (b) No permit for any building or construction work shall be issued for any such work to be performed by a builder or building contractor, as defined, who has not first obtained a license upon making a proper application and payment of the license fee as required.
- (c) It shall be unlawful for any person, firm, company, association or corporation to enter into a contract or agreement with another so as to bring himself, herself, or itself under the definition of builder or building contractor herein, or to perform any work as a builder or building contractor or any work under a contract for any work involving the construction, wrecking or moving of any building, without first having obtained a builder's or building contractor's licenses issued by the city.

#### 4-602. Same; application; granting.

(a) Application for a builder's or building contractor's (whether general or limited) or a house wrecker's or mover's license shall be made to the city clerk's office. Information to be required shall be the name of the applicant, the applicant's place of business in the city (and home office if a nonresident), and whether engaged in general contracting, limited contracting, or house wrecking or moving work. Such license shall be issued by the city clerk upon payment of fees as required in section 4-603, and amendments thereto, and receipt of insurance information as required in sections 4-604, and amendments thereto.

#### 4-603. Same; License Fees; Conditions; Renewal; Unlawful Acts.

- (a) The following license fees shall be paid for the calendar year or major fraction thereof:
  - (1) <u>General Builder or Building Contractor</u>, who shall qualify to engage in more than one kind of contract work, except house moving, the sum of \$100;
  - (2) <u>Limited Builder or Building Contractor</u>, who shall qualify to engage in not more than one kind of contract work, the sum of \$50;
  - (3) House Wreckers or Movers, the sum of \$25;

- (b) Each such license shall set forth the kind of contract work in which the licensee may engage. The licensee shall display his or her license at any place where he or she may be engage in contract work or produce the same on demand of any city officer. All licenses shall be renewable biannually as in the case of the original license on or before the first day of January of the year for which issued.
- (c) It shall be unlawful for any person, firm or corporation to contract for any kind of work covered by this article without having a valid license issued by the city to perform such contracts.

#### 4-604. Insurance.

- (a) A builder or building contractor must procure and maintain a general liability insurance policy in the amount of \$300,000. Such a policy should identify the City of Sedgwick as the certificate holder and read City of Sedgwick 520 N. Commercial Ave. Sedgwick, KS 67135. Such policies of insurance shall be issued by some insurance company authorized to do business in the State of Kansas. A builder or building contractor may qualify as to the insurance requirements by filing a certificate with the city clerk executed by the resident agent of such company stating that the required policy of insurance has been issued by such company for the purpose required by this article and that such insurer will not cancel the policy except upon giving 30 days notice in writing to the city; and that the certificate shall be filed for an annual period beginning January 1 and ending December 31 of such year.
- (b) Builder or building contractor must provide certificate of worker's compensation insurance or provide a notarized exemption for State of Kansas Worker's Compensation Insurance.
- (c) Builder or building contractor must provide proof of auto insurance for all company owned vehicles or provide a notarized waiver.

#### 4-605. License Suspension; Revocation; Appeal; Unlawful Acts

- (a) The license of any builder or building contractor may be suspended temporarily, for a period not to exceed 30 days at any one time, by the chief building official upon his or her own motion or upon a complaint of the city building inspector. Notice shall be given in writing to such builder or building contractor giving reasonable notice of a time of hearing of the complaint or the matter alleged against such builder or building contractor involving any one or more of the following:
  - (1) Misrepresentation of a material fact by applicant in obtaining a license;
  - (2) Use of license to obtain a building permit for another;
  - (3) Failure neglect to observe conditions of permit authorizing encumbering of streets or sidewalks for safety of public;
  - (4) Performance of any building or construction work without a permit where one is required by law; or
  - (5) Willful disregard of any violation of the building and construction laws, or failure to comply with any lawful order of the city building inspector.

- (b) Any licensee may within 15 days appeal in writing to the city administrator from any order of the chief building official suspending his or her license for its final decision thereon. The city administrator may upon such hearing terminate such suspension within not more than 30 days thereafter, or may revoke such license. If any license shall be revoked, the builder or building contractor shall not be eligible for a new license during a period of six months thereafter. No fee shall be refunded in event of the suspension or revocation of any contractor's license.
- (c) It shall be unlawful to engage in the occupation or trade of builder or building contractor during the time any license of such builder or building contractor has been suspended or revoked.

#### 4-606. Work by property owners.

Nothing herein contained shall prohibit any property owner from personally performing any building or construction work within and upon his or her own property; provided, the owner shall satisfy the building inspector as to his or her ability to perform such work, secure a permit, pay required fees, do work in accordance with this article, and apply for an inspection and receive a certificate of approval. Personal building or construction performed by an owner under this section shall be by himself, herself, for himself or herself on his or her own property, without compensation and no artisan or skilled laborer shall be employed to assist him or her in any way on such work except a builder or building contractor licensed by the city.

#### 4-607. Liability.

This article shall not be construed to relieve from any liability or lessen the liability of any person performing any activity connected herewith, nor shall the city be held as assuming any liability by reason of any inspection authorized herein, by reason of any certificate of inspection issued by it or by reason of any permit or license granted herein.

#### 4-608. Severability.

If any section of the International Building Code, the International Residential Code or of this article shall be held unconstitutional or otherwise invalid by any court of competent jurisdiction, then such section shall be considered separate and apart from the remaining sections, the section to be completely severable from the remaining provisions which shall continue in full force and effect.



Sedgwick, KS 67135 Phone: 316-772-5151 Email: utility@cityofsedgwick.org

## CONTRACTOR LICENSE APPLICATION

Complete and sign form below - email to uti Sedgwick, KS 67135	lity@cityofsedgwick.org or mail to 520 N. Commercial Ave.
New License Number	Renewal for License Number
Business Name	
Business Street Address	
City, State and Zip Code	
Business Telephone No.	Business Email
The City of Sedgwick Contractor License is valid from the date of purchase (new or renewal) for two years.  Required: a copy of current proof of liability insurance & a copy of Kansas Standard ICC exam test results.  Roofers must complete and provide a copy of the State of Kansas Roofer's Registration.	
General Builder or Building Contractor \$100 Limited Builder or Building Contractor \$50 House Wrecker or Mover \$25	
Print Name/Title	
Signature	

Date: