

ASSEMBLY BILL

No. 2454

Introduced by Assembly Member Nakanishi

February 23, 2006

An act to repeal and add Section 7071.15 to the Business and Professions Code, relating to contractors.

LEGISLATIVE COUNSEL'S DIGEST

AB 2454, as introduced, Nakanishi. Contractors: licensing.

The Contractors' State License Law provides for licensing and regulation of contractors by the Contractors' State License Board in the Department of Consumer Affairs. Under existing law, a licensee who fails to maintain a bond required by the law is subject to suspension or revocation, subject to certain procedural requirements set forth in the Bond and Undertaking Law.

This bill would instead provide that failure to maintain a bond required by the law shall result in suspension of a license, without prior notice from the board. The bill would provide for automatic reinstatement of the license if a valid and sufficient bond is filed.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 7071.15 of the Business and
- 2 Professions Code is repealed.
- 3 ~~7071.15. If a licensee fails to maintain a sufficient bond~~
- 4 ~~required by this article, the license is subject to suspension or~~
- 5 ~~revocation pursuant to Section 996.020 of the Code of Civil~~
- 6 ~~Procedure.~~

1 SEC. 2. Section 7071.15 is added to the Business and
2 Professions Code, to read:
3 7071.15. Failure to maintain a bond required under this article
4 as a condition of licensure or continued licensure shall, without
5 prior notice by the board, result in the suspension of the license
6 for which the bond is required. The license shall be automatically
7 reinstated if the licensee files a valid and sufficient bond.

O