A Bill for an Act Relating to the Pest Control Operators Law.

Be It Enacted by the Legislature of the State of Hawaii:

SECTION 1. Section 460J-15, Hawaii Revised Statutes, is amended by amending subsection (a) to read as follows:

- "(a) The board may revoke, suspend, or refuse to renew any license issued hereunder, for any of the following causes:
  - Departure from, or disregard of, plans or specifications in the performance of pest control work in any material respect, without consent of the owner or his authorized representative;
  - (2) Disregard and violation of any law of the State, or of any political subdivision thereof, relating to building, including any violation of any applicable rule or regulation of the department of health, or of any applicable safety or labor law:
  - (3) Misrepresentation of a material fact by the applicant in obtaining a license;
  - (4) Failure on the part of a licensee to complete any operation or construction repairs for the price stated in the contract for such operation or construction repairs or in any modification or such contract;
  - (5) Failure to comply with this chapter, or any rule or regulation adopted by the board, or the furnishing of a report of inspection without the making of a bona fide inspection of the premises for wood-destroying pests;
  - (6) The commission of any grossly negligent or fraudulent act by the licensee as an operator;
  - (7) The negligent handling or use of any poisonous exterminating agent without regard to public safety;
  - (8) Fraud or misrepresentation, after inspection, by any licensee engaged in pest control work or any infestation or infection of wood-destroying pests found in property or structures, or respecting any conditions of the structure that would ordinarily subject structures to attack by wood-destroying pests whether or not a report was made pursuant to sections 460J-19 and 460J-20;
  - (9) Failure of an operator to make and keep all inspection reports, contracts, documents, and records, other than financial records, for a period of not less than two years after completion of any work or operation for the control of wood-destroying pests;
  - (10) Wilful failure to pay when due a debt incurred for services or materials rendered or purchased in connection with his operations as an operator when he has the ability to pay or when he has received sufficient funds therefor as payment for the particular operation for which the services or materials were rendered or purchased;
  - (11) The false denial of any debt due or the validity of the claim therefor with intent to secure for the licensee, his employer, or other person, any discount of such debt or with intent to hinder, delay, or defraud the person to whom such debt is due:
  - (12) Failure to secure or maintain workers' compensation insurance when not

- authorized to act as a self-insurer under chapter 386;
- (13) Knowingly entering into a contract with an unlicensed operator involving work or activity for the performance of which licensing is required under this chapter;
- (14) Conviction of any offense described in chapter 708 committed while in the performance of the person's regular occupation as a fumigator or pest control operator.

No license shall be suspended for longer than two years and no person whose license is revoked shall be eligible to apply for a new license until the expiration of two years."

SECTION 2. Section 460J-25, Hawaii Revised Statutes, is amended to read as follows:

"Sec. 460J-25 Insurance. No person shall engage in the business of pest control unless he has filed with the director of finance, a general liability insurance policy approved by the director in the minimum amount of \$20,000 for any one claim and a minimum aggregate of not less than \$50,000 for all claims, and for fumigation work, in the minimum amount of \$50,000, for all claims arising during a policy term of one year. If a policy cannot be obtained, the licensee may file with the director in lieu thereof a verified statement providing proof satisfactory to the director, of financial responsibility equivalent to that provided for by any such insurance policy; provided that no employee of any company need have such policy in effect with respect to work covered by a policy of the company by which he is employed. This section shall not apply to vault fumigation."

SECTION 3. Statutory material to be repealed is bracketed. New material is underscored.\*

SECTION 4. This Act shall take effect upon its approval. (Approved May 24, 1980.)

 $<sup>^*</sup>$ The text has been edited pursuant to HRS  $^2$ 3G-16.5, authorizing omission of the brackets, bracketed material, and underscoring.