

THE CALIFORNIA LICENSED CONTRACTOR

EDMUND G. BROWN JR., Governor

SPRING 1981

RICHARD B. SPOHN, Director

YOUR LICENSE—HOW TO KEEP IT IN GOOD STANDING

Have you ever lost a bid on a job you wanted because the person or company awarding the contract called the Contractors State License Board to check on your license and was told it was suspended for lack of a bond or qualifying person, had expired, or, there just wasn't any record of a license under that namestyle?

If you have, you've probably also had a few well chosen words to say about bureaucratic red tape, so here are a few pointers to help you unwind it and keep your contractor's license in good standing.

BONDING

Prior to issuance of a contractor's license, a \$5,000 license bond or cash deposit must be filed with the Board (\$10,000 if you're a swimming pool contractor). Licenses which

are qualified by a responsible managing employee or a responsible managing officer require an additional \$5,000 bond of qualifying individual. (Responsible managing officers may be exempted if they have 10% or more ownership of the firm being qualified.) *These bonds or cash deposits must be kept in force at all times if the license is to remain active and in good standing.*

If you decide to put up a cash deposit in one of its various forms, i.e., passbook account, certificate of deposit, etc., chances are, few problems will occur. It can't be cancelled; the Board is in possession of the passbook or certificate of deposit, and the account is ongoing.

One thing you should be aware of, however, is that if you have put up a cash deposit for your license or qualifying individual and then later decide to inactivate

the license, let it expire, or change the qualifying individual, the cash deposit must be held by the Board for two years after the end of the last licensing period in which it was used. This is necessary to cover the statutory time allowed for filing claims against it.

Surety bonds are another matter. A surety bond is usually issued for a period of one to three years. At the end of that time the bond may be cancelled or the surety company may request another premium to extend the life of the bond. *If for whatever reason the bond is cancelled, the Contractors Board will suspend your license. On a license that requires both a license and qualifying individual bond, cancellation of either of those bonds will suspend the license.*

Upon cancellation of a bond, the surety company should forward a copy of the cancellation notice to you. The Contractors Board will also send you a notice of suspension of license, however, it may be two weeks to a month after the license has already been suspended before you receive it.

In order to avoid cancellation of a bond which you do not want cancelled, and

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APPLICATION INVESTIGATIONS STEPPED UP

An Application Investigation Unit has been added to the operation of the Contractors State License Board. The primary function of the unit is to investigate new applications and, in some cases, already issued licenses for validity of the statements contained.

The necessity of investigating assertions regarding experience, financial ability, etc., of applicants for contractors license has been recognized by the Board for several years. However, because of inadequate staffing to handle existing complaint investigations, the investigation of new applications has been sporadic at best.

Legislation this past year mandated a percentage of applications be investigated, and subsequently the Board, through Board Rule, determined that a minimum of 3% of all applications for license would be investigated for their veracity. These applications are being selected at random from those received each month.

Formulation of a specific unit with the Contractors Board for application investigations was made possible by

additional funding and deputy registrar positions in the Board's 1980/81 budget. The unit is headquartered in Sacramento and has a representative in each of the Board's three Regional Offices.

These representatives are responsible for training deputies in the various district offices in application investigation procedures. They also monitor, and will sometimes become involved in, investigations conducted in District Offices.

In addition to investigation of applications which are randomly selected, members of the unit will initiate investigation of already issued licenses or pending applications against which letters of protest are filed or where other irregularities are brought to their attention.

Persons who attempt to obtain a contractors license by falsifying the record of experience required in an application may now find themselves not only denied issuance of a license, but also facing criminal charges. Criminal charges may also be filed and/or disciplinary action taken by the Contractors

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WE GOOFED!

In the Fall issue of this newsletter, on page 3, column 1, it was stated that Assembly Bill 1363 had increased the *minimum* downpayment allowed on home improvement contracts to \$1,000 or 10% of the contract price, whichever is less.

That statement should have read: The *maximum* downpayment allowable on home improvements was increased to \$1,000 or 10% of the contract price, whichever is less.

We apologize for any confusion our error may have caused.

TO THE INDUSTRY:

In this issue I want to address a function of the Board that may or may not affect you, did affect you in the past, or now affects your associates. This function is a cornerstone of our licensing process. Albeit often criticized, it remains an integral part of licensing. The function is examining applicants.

During my tenure as Registrar, we have all heard about ideas for eliminating some exams, consolidating other exams, retaining only the law and business exam, designing practical exams, cleaning-up exams, etc. Much of this is "lip-service"—partially thought through ideas far easier to verbalize than implement. Major changes as those expressed above require careful review. It is often easier to eliminate a system that may contain substance than it is to correct a system. This system has as a foundation the protection of the health and safety of the public.

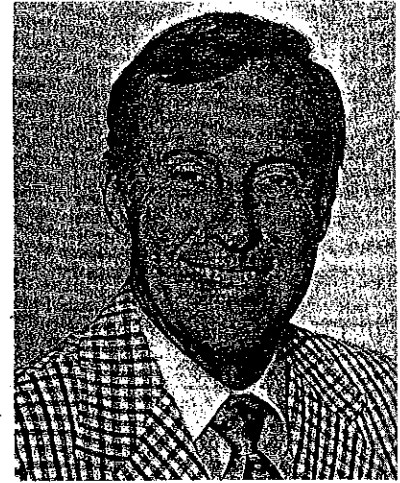
This foundation lodged in at best a shaky system presents two equally displeasing alternatives. First, should we permit licensing of unqualified individuals because our examinations need revision? Second, should we inhibit licensing of qualified individuals because our exams need revision?

These alternatives are neither acceptable to industry, to the public, nor to CSLB. What is acceptable is a two part plan that addresses our present situation and our future direction. This plan is already in motion, the effects have already been felt in some areas and response has been very favorable.

The first part of the plan is to clean-up examinations. This effort has begun. Two examinations have been reviewed by industry associations, rewritten by our Test Validation Specialist, and procedures for validation are underway. In addition to cleaning-up exams, CSLB has entered into an agreement with the State Personnel Board for quicker grading and item analysis to insure a valid examination. It is anticipated that by June 1981 there will be 8 to 10 exams that have been reviewed, rewritten and validated. However, this is only a start. Until a computerized bank of questions exists, until CSLB can provide study references, until adequate security exists, we still only have a partially satisfactory system.

The second part of the plan constitutes a review of the license laws, regulations and requirements, a review of "truth-in-testing" bills and proposals, a review of options available within our present examination structure and a review of screening procedures other than written exams. This effort will provide the groundwork for selecting the future direction for the Board.

This plan presents a simple approach to the present and to the future. A simple plan by no means implies a simple job—the work to be done is extensive. Many of you will be invited to assist in this work, but the final product will be professionally done with a quality prequalification process for licensees as the result.



John F. Maloney
Registrar of Contractors

The initial screening and testing of applicants for a contractors license should be the cornerstone of a system that insures the public that our licensed contractors have at least minimum levels of competency not only in their classifications, but in their ability to run their businesses.

I would appreciate your comments on what I've written. Your opinions and advice are sought and desired. In the next issue I intend to write about the unlicensed person, what Board would like to do, what it can do, and how we intend to proceed.

JOHN F. MALONEY

NOTICE

The original Application For Contractors State License has been revised and new application forms are now available. Forms may be obtained in any of the Board's District Offices or by writing to, Contractors State License Board, P.O. Box 2600, Sacramento, CA, 95826.

Applications for personal use can be obtained more expeditiously by picking forms up at the District Office in your area, however, orders for large numbers of the application should be forwarded to the Sacramento address.

Because of the necessity to comply with changes to the Contractors License Law during the 1979-80 legislative session, the Board will not accept an application for an original contractors license which is submitted on the old form after June 1, 1981.

Application forms for Supplemental Classification and Change of Responsible Managing Employee/Officer have also been revised and are awaiting final approval by legal counsel before printing. You will be notified when those forms are available.

We would like to express our appreciation for the assistance in revising these applications provided by representatives of industry associations and contractors license schools as well as other interested persons who attended two Application Workshops held in Sacramento during the past year.

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STATE OF CALIFORNIA
EDMUND G. BROWN JR.
GOVERNOR

RICHARD B. SROHN
DIRECTOR OF CONSUMER AFFAIRS

JOHN F. MALONEY
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Editor: Deppy L. Dawson

Directors to the editor for information on CSLB
contractors and suggestions for subject matter in future
issues are welcome.

BOARD TO BEGIN COMPLAINT DISCLOSURE

The Contractors State License Board will by all indications be ready to begin implementation of a Complaint Disclosure Policy, which it adopted in March of 1980, sometime in March of this year.

The ensuing year since its adoption has been utilized to formulate procedures for implementation which would both fulfill the Board's intent of better serving the public and provide contractors with protection against disclosure of invalid, frivolous, or uninvestigated complaints.

A considerable amount of time has also been spent collecting data from each of the Board's District Offices and encoding it onto a computerized system. That system will provide necessary information for the Board's personnel who will respond to public inquiries regarding complaints filed against specific contractors.

The Board's Complaint Disclosure Policy states that disclosable complaints are only those which have been filed with the Board within the preceding three years, and either:

- (a) Have been determined through preliminary investigation to involve a

probable violation of the Contractors Law, or

- (b) Have been adjudicated to a decision and determined to be a violation of the Contractors License Law.

The determination of a probable violation, as mentioned in (a) above, is made by the deputy investigating a complaint after review of the key facts in the case and contact with the contractor and the complainant. All probable violations which after further investigation are determined to be non-violations will be removed from complaint disclosure records on a monthly basis.

Complaint information will be available from each of the Board's three Regional Offices upon request. Requests may be made either in writing or by telephone, however, all replies will be in writing. Information which will be disclosed on the complaint disclosure form includes:

- 1. The name, license number and address of the contractor.
- 2. The number of complaints filed against the licensee involving a probable violation.

- 3. Information on any already adjudicated case.
- 4. The date a complaint was received by the Board.
- 5. The District Office investigating the case.
- 6. The disposition or status of a case, whether currently under investigation, disposed of through settlement, compromise or complaint mediation, or referred to disciplinary action.

The nature of a complaint involving probable violation and the circumstances surrounding that determination will not be disclosed under the Complaint Disclosure Policy.

In addition, all replies to requests for complaint information will contain a cautionary statement to the effect that the information provided is not to be construed as an endorsement or a criticism of the licensee. Also, that final determination of a violation of law can only be made through the judicial process and any complaint which has not been fully adjudicated might prove to be unfounded.

BID PREFERENCES ON STATE CONTRACTS

by
Ken Swarm
SBO Construction Mgr.

If you are interested in bidding State of California construction contracts; you may want to know about a special program designed for you. It is the 5% bid preference program for small business construction contractors. With the 5% bid preference your bid is made more competitive. When you request the small business bid preference (via STD 811 form) an amount equal to 5% of the lowest responsible bid shall be granted, if that low bid has been submitted by a bidder who is not certified as a small business. If, after deduction of the 5% preference from a small business bidder's bid, it is equal to or less than the lowest bid, the bid must be awarded to the small business.

Following is an extract of Title 2, Administrative Code, Section 1896(l). A firm must qualify for the small business preference if it meets the following requirements:

- 1. Has requested the status of a small business and has been approved as such by the Small Business Office.
- 2. Is not (or together with any affiliate) dominant in its field of operations.
- 3. Is independently owned and operated, with the principal office located in California, and the officers of such business domiciled in California.

- 4. Does not have, together with any affiliates gross annual receipts from business operations exceeding the following amount:

- A. \$3,000,000 in the aggregate for the preceding three years for the following license classifications: A, B, C4, C10, C12, C20, C21, C34, C36, C42, C45, C51, C53.
- B. \$1,500,000 in the aggregate for the preceding three years for license classes not specifically mentioned in Paragraph 4A.

The Small Business Bid Preference is applicable to State construction contracts if the following criteria is met:

- 1. The contract is being bid by a prime contractor.
- 2. The contract is being let by Department of General Services (5% preference applies to any dollar size job. This includes Office of State Architect (OSA) and Buildings & Grounds Division).
- OR
- 3. If the contract is let from a State department other than General Services the contract must be more than \$25,000 and less than \$200,000 plus be approved by OSA (informally referred to as

"Form 23" contracts).

These criteria consequently exclude the following departments from giving the 5% bid preference for construction contracts: Department of Water Resources, State Water Resources Control Board, Department of Transportation (Cal-Trans) and University of California system.

When you are approved as a small business contractor, your firm is added to the mailing list to receive the Department of General Services, Small Business Office's "Bid Notice List." This publication lists many State jobs that are going out to bid plus a few Federal jobs.

If you are interested in the 5% bid preference and in receiving the "Bid Notice List" please contact either of our offices for an application and more information.

Department of General Services
Small Business Office
1823 14th St., Rm. 204
Sacramento, CA 95814
(916) 322-5060

OR
Small Business Office
107 S. Broadway, Rm. 4040
Los Angeles, CA 90012
(213) 620-5623

Your License

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subsequent suspension of your license, you should be sure that you receive a copy of the bond you have purchased. Make note of the agent from whom you purchased the bond, the surety company, the bond number, and the length of time for which it is issued. You will probably receive many advertisements for bonding and it is easy after a period of time to become confused. Accurate records and prompt payment of premiums will help you to avoid problems.

If you should decide to change surety companies after a time, be certain to purchase the new bond prior to cancellation of the existing one. You should keep in mind that in some cases it may take from two to four weeks from the time you order a bond from your insurance agent until the Contractors Board receives it from the surety company.

It is also very important that the namestyle and license number on the bond match those of your license. If not, the bond will be returned to you and your license may be suspended in the time it takes to have it corrected and refiled with the Board. Remember, the license number appearing on a bond of qualifying individual for your license should be yours, not that of the person qualifying.

It is your responsibility to make sure there is a current bond or bonds on your license, so don't leave it up to your insurance agent, the surety company or the Contractors Board to keep track. The Board does keep a record of the bond number, surety company, and date of issuance of the bond on each license and you may call to check on that information. We do not usually have a record of the insurance agent's name or the length of time for which a bond is issued. *So once again, it is to your benefit to keep accurate records of the bonding on your license.*

QUALIFYING INDIVIDUALS

Many licenses are issued through the qualifications of a responsible managing employee, responsible managing officer or qualifying partner. In order to keep a license in good standing there must be a qualifying individual on the license at all times.

It is possible that one such qualifying individual may qualify for more than one classification on the license, or there may be separate qualifying individuals for each classification.

If a responsible managing employee or responsible managing officer leaves the business, the Board must be notified in writing of that disassociation. To keep the license from being suspended immediately (when the license carries only one classification) *the notice must be given within 30 days of the disassociation date.* If it is received timely, 90 days will be granted from the date of disassociation to replace the qualifying individual. During that 90 days the business may legally operate.

When there are two or more classifications on a license, with separate qualifying individuals, a qualifying individual for one classification may disassociate without threat of suspension to the license. However, if the Board is not notified within 30 days of such a disassociation, the classification in question will be removed from the license. With timely notification the classification will remain on the license and can be legally used for 90 days to allow time for replacement of the qualifying individual. At the end of the 90 days, if the person qualifying has not been replaced, the license will either be suspended or the classification removed as the case may be.

The Board does give priority in scheduling examinations to qualifying individuals for licenses facing suspension. However, because of the length of time required to review an application for Change of Responsible Managing Employee or Officer, and to schedule an examination for the person wishing to qualify, it is important that you submit the application as soon as possible after disassociation. If you have advance notice that your qualifying person is planning to disassociate, you can notify the Board in advance and submit an application at the same time. Any additional time allowed for review and examination will be an advantage to you.

Remember to be allowed 90 days to replace a qualifying employee or officer on a license, the Board must be notified in writing within 30 days of the disassociation.

The disassociation of a *qualifying partner* on a partnership license must be handled differently than that of a responsible managing employee. The Board must be notified within 30 days, but, in the case of the disassociation of a qualifying partner the notification must be accompanied by a request for continuance of the license if there are jobs in progress requiring completion.

Continuances may be granted to the remaining partner or partners for a period of up to one year to complete jobs in progress. No new jobs may be contracted under the license during that time. Therefore, it is very important if you wish to continue in business that you submit an application for a new license as soon as possible. The old partnership license will be cancelled on the same date on which any continuance you may have been granted expires.

The Contractor's License Law requires that any time a partner disassociates from a partnership license, that license will be cancelled because the entity to which the license was issued is no longer in existence.

RENEWALS

Contractors license renewals are due biannually and distributed equa throughout the months of the year. Your license renewal is due on the last day of a given month. Although the Contractors Board will send you renewal forms approximately 4-6 weeks prior to the due date, you should keep

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BOARD RULES AND REGULATIONS

Board Rule 775, which was adopted by the Contractors State License Board in its October 1980 meeting, has been returned by the Office of Administrative Law with a refusal to submit it to the Secretary of State's Office for inclusion in the California Administrative Code.

The Office of Administrative Law was created by the Legislature to review rules and regulations adopted by the State's regulatory agencies, and began its operations July 1, 1980.

Board Rule 775 would have granted the Registrar discretionary authority to waive the written license examination for a person applying as the qualifying individual on an existing license under certain conditions as mandated in Section 7065.1 of the Business and Professions Code.

In citing reasons for its refusal OAL questioned the need for the Board Rule and some of its provisions, and also noted some technicalities related to the public hearing process which the Board may not have complied with.

The Contractors Board has the option of either complying with suggestions made by

OAL for changes to the rule and possible additional public hearing, or of appealing that office's decision. As of this writing (January) no decision has been made regarding which alternative would best serve the Board and the construction industry.

Waivers of examination are presently granted only when the applicant is licensed in a particular classification and is applying for an additional license in that classification.

Proposed Board Rule 775.1, which would have provided for a waiver of examination for an immediate family member upon the death or absence of a licensee, was not approved after public hearing in the Board's October meeting.

Proposed Board Rule 794.3, dealing with a \$500 minimum amount for contracts requiring a "Notice To Owner," was heard in the Board's October meeting and the hearing was continued until such time as a joint study by the Industry, the Attorney General's Office and the Registrar is completed and new language developed based on that study.

LETTERS TO THE EDITOR

Four years ago I became a licensed Drywall Contractor in Plumas County. At that time there were two unlicensed competitors in my field here, not to mention the ones in the other trades.

I filled out many official complaint forms and made many long distance phone calls to the license board. Today, there are four unlicensed Drywall Contractors operating here.

Personally, I think the Contractors License Board is a laugh, and the people who are collecting paychecks from that agency are just bleeding the taxpayers like all politicians are doing.

As I read the issues of your little paper and see all the old and new regulations you write about, I can't help but laugh when I see the lack of enforcement of any of your regulations. My advice to anyone desiring to become a contractor in California is "don't".

It will surprise me if I see this letter in print.
FRANK KORTANGIAN
FRANK KORTANGIAN DRYWALL
GRAEAGLE

Thank you for taking the time to write and express your views. Criticism, if constructive, is one of the tools an organization can use to help in improving its operations.

Lengthy delays in handling complaints has been one of the problem areas in the Contractors State License Board's operation, and we have begun a comprehensive effort to remedy that situation. Additional personnel have been included in this year's budget, procedures for complaint handling have been completely revised and standardized for all of our offices, and training has begun for all of our personnel involved in complaint/investigations. Our backlog of complaints has also been reduced by approximately 8,000 cases in a little over a year.

Several other improvements have been made in the Contractors State License Board's operations during the past year, and are continuing to be made so that we can provide more effective service to both contractors and the public. Any change takes a certain amount of time, but we are making progress and expect to meet that goal.

I have talked with the supervisor in our Redding District Office, and he informed me that you have filed four complaints within the past year against non-licensed contractors or unlicensed contractors allegedly subcontracting with non-licensees. A fifth complaint filed recently is in screening and has not as yet been assigned to a deputy. The four assigned complaints are being investigated.

The Supervisor tells me requests for review of each of the contractor's records involved have been sent out and the Department of Employment's records are also being checked. He expects completion of those investigations within a couple of months.

I am President of our plumbing corporation of which my partner was the person who took the test. We are equal partners. My job is taking care of the office, collections, etc. We have been in business for five years with no complaints or suits whatsoever during this time. My question—Why is it that I am not eligible to obtain my own plumbing license without taking the test? It would seem to me that I am qualified by proving myself businesswise and the fact that I have 20 years actual plumbing experience.

Wouldn't it seem strange to deny me a license when someone else takes the test, gets his license, violates everything and then goes bankrupt! I am aware that there may be a new board rule #775 which may or may not apply to me but I can't seem to get a clarification on this . . .

NORMAN WEINSTOCK, PRES.
AQUARIUS PLUMBING CO., Inc.
NORTH HOLLYWOOD

Assembly Bill 1363, which became law, effective January 1, 1980, mandated that neither the Registrar nor the Board might waive the written examination except in cases where an already licensed person was applying for another license in the same classification.

Assembly Bill 1242, which became effective May 30, 1980, included an amendment to the Contractors License Law which would have allowed for a waiver of the written examination for a person applying to qualify as the responsible managing employee, officer, or partner on an existing license under certain conditions.

One of the conditions under which this type of waiver could be utilized was that rules and regulations be adopted by the Board and approved. Board Rule 775 dealing with such a waiver was adopted by the Board but has subsequently been disapproved by the State's Office of Administrative Law which has that authority. The Board does have the right to appeal the decision of that office, but regardless of any action we may take there is no way at this time of determining the final outcome or the length of time it may take.

Your remark regarding the quality of the operations of some persons who take the examination and are issued a license is well taken. Although there are no guarantees of future performance possible when issuing a license, the Board is attempting to at least minimally insure quality licensees by strengthening qualification requirements, revising outdated examinations, and conducting more effective enforcement of regulations. Much of the Board's progress in those efforts will be reported on in future newsletters.

I would like to know what Agency has the responsibility to investigate and prosecute unlicensed contractors.

The Fresno area is over-run with fly-by-night paperhangers and painters who advertise without listing contractors license numbers or addresses. At least twenty people are passing out business cards which list only their first name and phone number; no address or license number on any of them.

The Fresno Bee constantly runs ads of painters and paperhangers that definitely indicate their intent to contract, yet the Bee does not require a license in the ad.

Complaints to the Fresno District Attorney's Office and to the Fresno Office of the Contractors Board are answered by both agencies stating that they have insufficient manpower to do anything about it.

This breakdown of enforcement is certainly not lost on the unlicensed people to such a degree that they undoubtedly now outnumber the legitimate contractors.

How can this illegal competition be stopped?

LEE E. SMITH
AACTION PAINTING AND
DECORATING CO.
FRESNO

The Contractors State License Board has the responsibility to investigate unlicensed contractor activity under its mandate to protect the health, safety, and welfare of the public. We cannot, however, prosecute such persons. Violation of Section 7028 of the Business and Professions Code, which requires a license to engage in the contracting business, is a misdemeanor. Prosecution falls within the jurisdiction of the District Attorneys' Office and the criminal courts.

The Board's deputies investigate complaints arising from unlicensed activity, gather necessary documentation, and submit cases to local District Attorney's Offices for possible prosecution. Deputy Registrars work closely with those offices, and frequently appear as witnesses in an effort to obtain convictions.

For the past several years our backlog of complaints to be investigated statewide has prevented most of our offices from opening cases regarding unlicensed activity other than upon a written complaint.

With the reduction of that backlog over the last year, we expect to have a workable ongoing caseload for our investigative personnel by July of 1981. At that time we should be able to begin actively pursuing such things as unlicensed advertising, etc.

The elimination of illegal contracting activity of any kind will require a cooperative effort of the Contractors State License Board, the Construction Industry, District Attorneys' Offices, and the Courts, both criminal and administrative. With cooperation from all of us, hopefully the numbers of non-licensees will at least begin to be reduced.

DISCIPLINARY ACTIONS DO NOT INCLUDE LICENSES SUSPENDED FOR FAILURE TO MAINTAIN REQUIRED BONDS

The following explanation may be helpful to those persons interested in the causes of disciplinary action indicated by sections violated in the table of Disciplinary Actions:

7071.11 Judgment or admitted claim against bond.	7112 Misrepresentation of a material fact on an application.	7122 Participation of licensee in violating Contractors Law.
7087 Suspension of additional licenses.	7113 Failure to complete a project for the price stated in the contract.	7122.5 Responsibility of Qualifying Person for acts committed by his principal.
7098 Revocation of additional licenses.	7113.5 Avoiding or settling for less than lawful obligations as a contractor through the various bankruptcy proceedings.	7123 Conviction of a Felony in connection with construction activities.
7107 Abandonment of a project without legal excuse.	7114 Aiding and abetting an unlicensed person.	7124 A plea of nolo contendere is considered a conviction.
7108 Diverted funds or property received for a specific job to other purposes.	7115 Failure to comply with the Contractors Law.	7154 Employment of unregistered home improvement salesman.
7109 Willfully disregarded plans and specifications, or has failed to complete the job in a good and workmanlike manner.	7116 Committing a willful or fraudulent act as a contractor.	7155 Participation in violation by a home improvement salesman.
7109.5 Violation of Safety Laws resulting in death or serious injury.	7117 Acting as a contractor out of namestyle.	7157 Model Home, kickback prohibition.
7110 Willful disregard and violation of building laws.	7117.5 Contracting with inactive licensee.	7159 Failure to comply with contract requirements.
7110.1 Violation of Section 206.5 of the Labor Code.	7118 Contracting with unlicensed person.	7161 False advertising.
7111 Failure to keep records and to make them available to a representative of the registrar.	7119 Failure to prosecute a job with diligence.	
	7120 Failure to pay for materials or services.	
	7121 Prohibition against associating with suspended or revoked licensees.	

REVOKED 1st QUARTER 1980-81

Namestyle	Address	Date	Sections Violated
A.A.A. Services	P.O. Box 8052, Emeryville, CA	7-23-80	7109, 7113, 7115 (7018, 7019, 7030, 7159), 7116
Adams, J. C.	P.O. Box 392, Sun Valley, CA 91352	7-21-80	7109, 7113, 7115 (BR 760)
Altman, Bob Pools	3321 Mt. Acadia Blvd., San Diego, CA 92111	8-10-80	7121, 7122.5
Altman, Bob Pools, Inc	3321 Mt. Acadia Blvd., San Diego, CA 92111	8-10-80	7107, 7113, 7115, 7119, 7120
American and Foreign Tile Co.	200 Ford Rd., #76, San Jose, CA 95138	7-23-80	7109, 7111, 7113, 7115 (7143)
Balief Drilling	9073 Caselman Road, Sacramento, CA 95829	9-26-80	7107, 7109, 7110, 7113, 7116, 7119
Balief Drilling	9073 Caselman Road, Sacramento, CA 95829	9-26-80	7098, 7107, 7109, 7110, 7113, 7116, 7119
Boder, Steven	1218 N. Mansfield Avenue, Los Angeles, CA 90038	7-23-80	7107, 7113, 7115 (7159), 7116
Brown, Carl	11701 Perris Blvd., Sunnyvale, CA 92388	9-20-80	7107, 7113, 7115 (7019, 7030, 7030.5, 7143, 7159)
Burney, Richard T.	2063 3rd Avenue, North, Napa, CA 94558	8-13-80	7122.5
California Construction Company	1228 West 2nd Street, San Bernardino, CA 92410	7-23-80	7098, 7122.5
Carlisle Construction	13035 Woodbridge Street, Studio City, CA 91604	9-19-80	7109, 7113, 7110, 7115 (7018, 7019)
Central California Excavation	P.O. Box 926, Morgan Hill, CA 95037	8-20-80	7098, 7110, 7111, 7116, 7122.5
Colpitt, Frank A.	589 N. Arden Boulevard, Los Angeles, CA 90004	8-30-80	7107, 7109, 7110, 7113, 7115 (7159), 7121
Continental National Inc.	283 East Alisal, Salinas, CA 93901	7-9-80	7107, 7109, 7110, 7113, 7116
Cook Electric	2026 Klamath Drive, Santa Clara, CA 95051	9-18-80	7109, 7110, 7113, 7115 (7159)
Dream Pools	16310 Highway 49, Grass Valley, CA 95945	7-23-80	7107, 7108, 7110, 7113, 7115 (7018, 7019, 7030)
East County Builders	1302 "C" Street, Antioch, CA 94509	7-31-80	7107, 7108, 7111, 7113, 7119, 7120
Feather River Drilling	Route 1, Box 761-B, Quincy, CA 95971	7-21-80	7109, 7113, 7115 (7018, 7030)
Frantz, R. L. & Sons	1818 El Camino Real #1, Redwood City, CA	7-20-80	7107, 7108, 7109, 7113, 7115 (7159), 7110, 7120
Givner, Dale G.	5151 Terramar Way, Oxnard, CA 93030	8-30-80	7122.5
Hacienda Fence Company	617 Vineland, La Puente, CA 91746	8-10-80	7109, 7111, 7113, 7114, 7115 (7018, 7019, 7030, 7030.5, 7159), 7117(a)
Hallmark Const.	136 Ala Wai Blvd. (P.O. Box 4681), Lake Tahoe, CA 95729	8-27-80	7107, 7109, 7111, 7113, 7116, 7119
I AM Construction Co.	824 Tobin Dr., Vallejo, CA 94590	7-9-80	7107, 7108, 7113, 7110, 7115 (7018, 7030, 7159), 7116
J. W. & Company	P.O. Box 7526, Stockton, CA 95207	8-13-80	7107, 7109, 7110, 7113, 7119
Jerry's Paving & Concrete	245 A Valley Creek Lane, Danville, CA 94526	7-9-80	7098, 7122.5
Jerry's Paving & Concrete	245 A Valley Creek Lane, Danville, CA 94526	7-9-80	7109, 7113, 7116
Knight, Lavar H.	2252 Wyda Way, Sacramento, CA 95825	7-10-80	7098, 7122.5
Kueck Development Company	P.O. Box 576, Red Bluff, CA 96080	7-9-80	7109, 7113, 7115 (7158) 7119
L & L Equipment Co., Inc.	19 Lindsey Court, Pleasant Hill, CA 94523	8-20-80	7098
L & L Equipment Rental	19 Lindsey Court, Pleasant Hill, CA 94523	8-20-80	7110, 7115 (7083), 7116
Ladad Construction	870 North First Street, San Jose, CA 95112	8-29-80	7098, 7107, 7109, 7111, 7113
Landen Construction	P.O. Box 10559, South Lake Tahoe, CA 95731	7-26-80	7098
Landen, Gene Construction	P.O. Box 10559, South Lake Tahoe, CA 95731	7-26-80	7108, 7111, 7113, 7115 (7028), 7116, 7120
Lanni and Associates	5149 Madison, Sacramento, CA 95841	8-13-80	7107, 7108, 7109, 7110, 7113, 7114, 7118, 7119, 7120
Lindauer Landscaping	14225 Green Valley Road, Forestville, CA 95436	7-10-80	7071.11, 7115 (7083), 7116
M & M Development Company	17042 Devonshire Street, Northridge, CA 91324	7-23-80	7107, 7109, 7110, 7113, 7115 (7159), 7117(b)
Mansbelk Finish Contractors, Inc.	1354 East Edinger, Santa Ana, CA 92705	8-10-80	7110, 7115 (7083), 7116
Montgomery, O. L., General Contractor	333 Huntington, Ventura, CA 93003	8-2-80	7109, 7113, 7115 (7159)
Murphy Plumbing	4950 Wilma Way, San Jose, CA 95124	8-20-80	7107, 7113
Negev Developers	7322 20th Street, Westminster, CA 92683	7-10-80	7107
Northern Counties Construction, Inc.	2731 Calle Olivo, Thousand Oaks, CA 91360	9-22-80	7107, 1709, 7110, 7113, 7115 (7068.1)
O'Brien Surfacing (Henry Angus O'Brien dba)	9336 Ralph Street, Rosemead, CA 91770	8-13-80	7107, 7109, 7113
Overlock Construction	145 S. Elm Drive, #11, Beverly Hills, CA 90212	8-13-80	7107, 7109, 7113, 7120
Peery Construction	1720 Zapu Street, Del Mar, CA 92014	8-1-80	7109, 7111, 7113, 7114, 7115 (7019, 7030, 7083), 7118, 7119
Perez Construction	870 North First St., San Jose, CA 95112	8-29-80	7107, 7109, 7111, 7113
Quaker-Tex Co.	8281 Melrose Avenue #304, Los Angeles, CA 90046	8-20-80	7109, 7113, 7115 (7028)
R. C. Home Improvement Inc.	13455 Ventura Blvd., Sherman Oaks, CA 91403	8-30-80	7107, 7108, 7109, 7113, 7110, 7114, 7115 (7159), 7116, 7118
Reliable Home Improvements, Inc.	21923 Acarus Avenue, Carson, CA 90745	8-20-80	7107, 7108, 7109, 7110, 7113, 7115 (7018, 7019, 7159), 7119
Sain, John Build & Design	7263 Baird Ave., Reseda, CA 91335	8-23-80	7107, 7110, 7113, 7115 (7030, 7159) 7119
St. John, John Company	1120 1/2 Third Avenue, Chula Vista, CA 92011	8-23-80	7113, 7116, 7121
Santos Roofing	6325 Harrisburg, Stockton, CA 95207	7-20-80	7109, 7110, 7113, 7115 (7028, 7083, 7159), 7116
Shed City Inc.	3201 N. Shingle Road, Shingle Springs, CA 95682	8-23-80	7107, 7110, 7113, 7115 (7159, BR 760) 7121
Sundance	1803 Camino Viejo "A", Rowland Heights, CA 91748	8-10-80	7107, 7111, 7113, 7115 (7028, 7159), 7120
Sunland Paving Company	P.O. Box 351, Pacoima, CA 91331	8-30-80	7109, 7113
T & S Enterprises	P.O. Box 1131, Placerville, CA 95667	8-13-80	7109, 7113, 7115 (7083)
Thermal Control	8961 La Riviera Drive, Sacramento, CA 95826	8-13-80	7109, 7113
Trans American Construction Company	1164 W 2nd Street, San Bernardino, CA 92410	7-23-80	7107, 7108, 7111, 7115 (7030, 7083), 7116
Transamerica Builders & Development	5030 S. Paradise Rd., Ste. 216 C, Las Vegas, NV 89119	8-1-80	7107, 7108, 7109, 7110, 7113, 7115 (7154, 7155, 7159), 7117(a)
Transamerica Builders Inc.	5030 S. Paradise Road, C-217, Las Vegas, NV 89119	8-1-80	7098, 7107, 7108, 7113, 7115 (7154, 7155, 7159)
Tri-County Roadbuilders Inc.	P.O. Box 926, Morgan Hill, CA 95037	8-20-80	7110, 7111
U.S. Plumbing	1224 W. 2nd Street, San Bernardino, CA 92410	7-23-80	7098
Universal Construction Co.	4521 W. Pico Blvd., Los Angeles, CA 90019	9-2-80	7109, 7113
Van Keirsbelk Construction	1354 East Edinger, Santa Ana, CA 92705	8-10-80	7098, 7122.5
Visions Unlimited	395 South Topanga Canyon Blvd., Topanga, CA 90290	8-20-80	7107, 7108, 7109, 7113, 7115 (7159)
Williams Roofing	691 Colonial Drive, Corona, CA 91720	8-10-80	7109, 7113, 7115 (7018, 7030)
Wilson, William B.	1315 Santiago Street, Santa Ana, CA 92701	8-1-80	7107, 7108, 7110, 7113, 7115 (7028, 7083, 7159), 7117(a), 7120
Yarbrough Brothers Const.	6944 Mirador Way, Sacramento, CA 95828	7-10-80	7109, 7110, 7113, 7116, 7120, 7123
Yarbrough Brothers Const.	6219 Riverside Blvd., Sacramento, CA 95831	7-10-80	7098
3 B Construction	P.O. Box 814, Frazier Park, CA 93225	9-28-80	7107, 7109, 7113, 7115 (7018, 7019, 7030), 7119, 7120

DENIED 1st QUARTER 1980-81

Namestyle	Address	Date	Sections Violated
Bauer, Bob	8551 Universe Avenue, Westminster, CA 92683	8-13-80	7102
Cabrera, Rafael	10218 1/2 Fiermona Ave., Inglewood, CA 90304	7-21-80	480(a)(3)(c), 7068, 7112
Cho, Myung-Kil	836 S. Kingsley Dr. #5, Los Angeles, CA 90005	9-2-80	480(a)(2)(c), 7068
D & T Roofing	8814 La Saine St., Northridge, CA 91324	7-24-80	480(a)(2)(c)
Fisher, Joseph John	P.O. Box 445, Linden, CA 95326	8-23-80	475(a)(1), 480(c)
Giesen Construction Company	45 Via Ilardo, #11, Greenbrae, CA 94904	7-21-80	480(c), B.R. 760, 7068
Hardimon, Carl Dennis	3217 Kennedy Way, Bakersfield, CA 93304	8-29-80	480(c)
McGehee, George	3706 Corte De Los Reyes, Thousand Oaks, CA 91360	7-24-80	480(a)(3), 7107, 7109, 7113, 7120
Smith, Jodie D.	4385 Mt. Vernon, Chino, CA 91710	8-20-80	7068, BR 724
Snow's Rock Landscaping & Rock Bonding	10851 Delicious Lane, Cherry Valley, CA	7-2-80	480(a)(3)
True Construction	391 East La Verne Avenue, Pomona, CA 91767	9-2-80	480(C), (2) (3)
Weis, William David	129 Evandale, Mountain View, CA	8-1-80	7068, BR 724

SUSPENDED 1st QUARTER 1980-81

Namestyle	Address	Date	Sections Violated
Adamick Construction Company	P.O. Box 1008, Placerville, CA 95667	7-31-80	7108, 7109, 7110, 7111, 7113
Arnett, Larry D.	241 Stone Brook Drive, Folsom, CA 95630	9-5-80	7122
Arnett, J. D. Construction, Inc.	P.O. Box 807, Loomis, CA 95650	9-5-80	7109, 7113, 7115 (7030)
Beattie Roofing Company	3353 Santa Ana Street, Huntington Park, CA 90255	8-1-80	7097
Chicago Bridge & Iron Company	800 Jorie Blvd., Oak Brook, IL 60021	8-23-80	7109.5
Eggers, Sammy D.	104 S. Central, Glendale, CA 91204	7-14-80	7110, 7113, 7117, 7115 (7159, BR 760)
H & H Landscape Design & Assoc. Earl R. Hinrichs, Jr. (dba)	1104 Silver Oak Court, San Jose, CA 95120	9-10-80	7097, 7122.5
H & H Landscape Design & Associates, Inc.	1104 Silver Oak St., San Jose, CA 95120	9-10-80	7109, 7113
J & C Cabinets & Remodeling	13411 Springdale, Westminster, CA 92683	9-2-80	7107, 7113
Jones, Al Plastering	11083 Chivers, Pacoima, CA 91331	8-27-80	7109, 7113
Orwan Roofing Co., Inc.	1234 West 58th Street, Los Angeles, CA 90037	8-1-80	7097
Puric, Mike L. Enterprises	1267 W. Crescent Ave., Redlands, CA 92373	8-20-80	7107, 7113; 7114, 7115 (7159), 7116
Puric, Mike L. Incorporated	1267 W. Crescent Ave., Redlands, CA 92373	8-20-80	7097
R & R Construction	P.O. Box TG, South Lake Tahoe, CA 95731	8-10-80	7109, 7110, 7113
Reliable Shingle Roof Co.	1552 West Slauson, Los Angeles, CA 90047	8-1-80	7097
Scotty's Roof Service, Inc.	1326 Border Avenue, Torrance, CA 90501	8-1-80	7097
Security Roof Co.	7280 Melrose Avenue, Hollywood, CA 90028	8-1-80	7109, 7113
Smith, Thomas M.	P.O. Box 166, El Dorado Hills, CA 95630	7-9-80	7120
Spellman, Irving	6108 Lockhurst Drive, Woodland Hills, CA 91367	8-30-80	7109, 7110
Tebbs, Jack, General Contractor	P.O. Box 882, South Lake Tahoe, CA 95705	9-2-80	7109, 7113, 7115 (7018, 7019)
Tebbs, William Thomas	8137 McGrorty, Sunland, CA 91040	9-2-80	7122.5
Webb, J. L. Construction	7534 Yarmouth Ave., Reseda, CA 91335	7-23-80	7068.1, 7107, 7110, 7113, 7115 (7159), 7117(b)
Wiedow Construction Company	726 Park Hill Road, Danville, CA 94526	7-26-80	7109, 7113, 7117
Wiedow Construction, Inc.	726 Park Hill Road, Danville, CA 94526	7-26-80	7109, 7113, 7117

App. Investigation

(Continued from Page 1)

State License Board against any licensee who certifies to such statements. The form contained in an application for verifying an applicant's claimed experience clearly states that the verification is signed under penalty of perjury.

A case in point is the licensee who signed a verification of experience for another licensee to help him in obtaining a supplemental "B" General Building classification to an existing "A" General Engineering license. The "B" was granted, but information was later brought to the Board's attention which prompted an investigation of the validity of the experience which had been claimed and certified to. That investigation indicated both the claimed experience and its certification were deliberately falsified.

The licensee who had obtained the supplemental "B" classification by claiming experience he did not have was brought to hearing before an administrative law judge. Both the corporation license for which he was responsible managing officer and his individual license were subsequently revoked

but stayed with conditions for a period of five years. (In cases where a revocation is stayed with conditions for a period of time, the licensee must obey all laws related to operating a construction business during that time or the license will be immediately revoked.)

The supplemental "B" was removed from the corporation license, and both licenses were suspended for 180 days. Also, for each of the licenses a \$15,000 disciplinary bond was required to reinstate after that suspension.

The case of the licensee who had verified the falsified experience was turned over to the District Attorney in the appropriate county, heard in a criminal court, and a fine of \$100 was imposed.

The Contractors Board also filed a formal disciplinary action and the case was heard before an administrative law judge. In January of this year, the Registrar signed a decision to revoke the licensee's individual license and two partnership licenses for which he was qualifying. On each license the revocation was stayed with conditions for a

period of one year, a 30 day suspension was imposed and a \$15,000 disciplinary bond was required to reinstate from that suspension.

Similar investigations are in progress at this time, and the Board intends to pursue such cases to the fullest extent possible under law.

Letters of protest against the issuance of a license, or against an already issued license, alleging misrepresentation or falsification of statements contained in the application will initiate an investigation of the application or license involved. However, it must be noted that protests should represent some knowledge of wrongdoing. The Board will not investigate protests that appear arbitrary or capricious.

The Board's three Regional Representatives in application investigation—Bill Downs, Northern Region (Sacramento), Larry Brandon, Central Region (Los Angeles), and Phil Treas, Southern Region (Santa Ana), are available to answer any questions regarding application investigation or for speaking engagements with industry associations and other interested groups.

Your License

(Continued from Page 4)

in mind the projected date of expiration of your license so a duplicate renewal form can be requested in case the original for any reason does not reach you. *The projected date of expiration of your license is printed in the center of your pocket license.*

In order to insure that your license is renewed without problems and continues in good standing there are several things of which you should be aware:

1. Licenses can be renewed active or inactive. Make certain the fee you submit is the correct amount for the manner in which you wish to renew.
2. The renewal form must be signed by both yourself and any qualifying individual on the license. If there is more than one qualifying individual on the license, a signature must appear for each.
3. A separate form certifying the capacity of the qualifying individual will be included with your renewal form. If you have a responsible managing employee, officer or partner on your license, the form must be signed by them and returned with the renewal.
4. The license entity cannot be changed on a renewal form, i.e., partnership to corporation, individual to partnership, etc. This type of change requires an application for a new license. You may change the name of your business on the renewal form if there is no change in entity. If you have had a change of address, this should also be noted on the

renewal form.

5. If your license is corporate, a separate form for change of officers will be included. Officers may not be added or deleted on the renewal form. The change of officer form must be used. New officers should not sign the renewal form—only the change of officer form. This form may not be used to change a responsible managing officer. An application to change responsible managing employee or officer must be used for such a change. (On any license, whether individual, partnership or corporation, the responsible managing individual may not be changed on the renewal form.)
6. The Contractors Board can and does renew licenses under suspension for lack of bond or qualifying individual. A license which is renewed but under suspension cannot be legally used. If your license is suspended, or due to be suspended, for lack of bond or qualifier, include the necessary bond or application to replace your qualifying individual with the renewal form when returning it to the Board.

CHANGE OF NAME/ADDRESS

It is critically important to the good standing of your license that the namestyle and business address which we have on record

for your license are the same as those under which you are operating.

It is a violation of the Contractors License Law to operate under any namestyle other than the one which the Board has on record. If your license was originally issued under "Joe Doe" you may not operate as "ABC Building," without first having notified the Board of the change. The change must be made in writing, either on a change of name/address form available from the Board or in a letter. Be certain when notifying the Board that your license number is included.

In addition to being illegal, operating under a namestyle not on file with the Board may cause difficulties in locating a record of your license when answering public inquiries.

Finally, but certainly not least important, if you have a change of business address, notify the Board in writing immediately. Licenses are frequently suspended or expire and the licensees are unaware of the fact simply because they have neglected to advise the Board of a change of business address and therefore never received notifications which were sent.

IN ANY CORRESPONDENCE WITH THE BOARD REGARDING YOUR LICENSE BE CERTAIN TO INCLUDE YOUR LICENSE NUMBER. IT WOULD ALSO HELP TO INCLUDE A TELEPHONE NUMBER WHERE YOU CAN BE REACHED IF THERE ARE ANY QUESTIONS.

STATE OF CALIFORNIA
DEPARTMENT OF
**Consumer
Affairs**

CONTRACTORS' STATE LICENSE BOARD
1020 N Street
SACRAMENTO, CA 95814