

# Representative Cathy Tilton

*Alaska State Legislature – House District 12*



## SECTIONAL ANALYSIS

### CSHB 81

(29-LS0346\E)

**“An Act relating to an exemption from the regulation of construction contractors.”**

**Section 1 (Page 1, lines 3-8)** – Section 1 adds a new section stating that the intent of this bill is not to limit the freedom and ability of a person to construct or sell their own home.

**Section 2 (Page 1, lines 9-15)** – Section 2 adds a new subsection directing that the department shall investigate and take action if the notice and circumstances of a sale under AS 08.18.161(11) indicate that the owner is operating a business that requires them to register as a contractor under this chapter.

**Section 3 (Page 2, line 1 through Page 3, line 11)** – Section 3 accomplishes three things.

1. Page 2, lines 23-25 adds clarification explicitly stating that AS 08.18.161(9) refers to existing structures.
2. Page 2, lines 30 and 31 expand the exemption in AS 08.18.161(11) to include owners acting as their own contractor, as well as hired workers or subcontractors. Previously this exemption strictly applied to workers hired on an hourly basis.
3. Page 3, lines 3-7 add a requirement for an owner-builder to provide notification if they advertise or sell their home build under AS 08.18.161(11) before the two year period in statute.

**Section 4 (Page 3, lines 12-19)** –Section 4 clarifies that for the purposes of this section, construction begins when the owner begins the actual construction work or enters into an agreement with another person for the other person to provide labor, act as a subcontractor, or provide materials for the construction.