ALASKA STATE LEGISLATURE

<u>SESSION</u> State Capitol, Rm 504 Juneau, Alaska 99801-1182 (907) 465-4968 Phone senator.mia.costello@akleg.gov



<u>INTERIM</u> 1500 W. Benson Boulevard Anchorage, Alaska 99501 Phone (907) 269-0117

SENATOR MIA COSTELLO SENATE DISTRICT K

Jewel Lake, Kincaid, Turnagain, Lake Hood, Sand Lake, Spenard, Dimond, Campbell Lake

SECTIONAL ANALYSIS

SENATE BILL 45 CSSB 45 (FIN)

"An Act relating to an exemption from the regulation of construction contractors."

Section 1. Adds legislative intent language to uncodified law to help assure that changes made by Section 3 of the bill be construed broadly to allow individuals the freedom and ability to construct and sell their own homes based on their own discretion. Page 1, lines 3-7.

Section 2. Amends AS 08.18.116 to require the Department of Commerce, Community, and Economic Development or the Department of Labor and Workforce Development to investigate and take appropriate action if an owner-builder tries to sell a structure while not licensed as a contractor during the time of constructing the building or two years after construction begins. Page 1, lines 8-14.

Section 3. Amends AS 08.18.161 to:

- Exempt from construction contractor requirements those who work on an existing structure on their own property or their own existing residence.
- Require an owner-builder to notify the Alaska Department of Commerce, Community, and Economic Development on a form provided by the agency when advertising or selling a home built if an owner-builder tries to sell it while not licensed as a contractor during the time of constructing the building or two years after construction begins.

Section 4. Adds applicability language to uncodified law that would provide clarity on when construction begins under Section 3: either when the actual construction starts or when an owner enters into an agreement with someone to provide labor, act as a subcontractor, or provide materials for the construction.