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# Notice of Intended Regulatory Action (NOIRA) Agency Background Document

| Agency name   | Board for Contractors  |
|---|--|
| Virginia Administrative Code<br>(VAC) Chapter citation(s) | 18 VAC 50-30-100 & 18 VAC 50-22-80   |
| VAC Chapter title(s)                                      | Individual License and Certification Regulations & Board for<br>Contractor Regulations |
| Action title  | Fee for Examination change   |
| Date this document prepared                               | August 5, 2022   |

This information is required for executive branch review and the Virginia Registrar of Regulations, pursuant to the Virginia Administrative Process Act (APA), Executive Order 19 (2022) (EO 19), any instructions or procedures issued by the Office of Regulatory Management (ORM) or the Department of Planning and Budget (DPB) pursuant to EO 19, the Regulations for Filing and Publishing Agency Regulations (1 VAC 7-10), and the *Form and Style Requirements for the Virginia Register of Regulations and Virginia Administrative Code*.

### **Brief Summary**

Provide a brief summary (preferably no more than 2 or 3 paragraphs) of the subject matter, intent, and goals of this regulatory change (i.e., new regulation, amendments to an existing regulation, or repeal of an existing regulation).

In the process of negotiating a contract with our exam vendor, the Board determined the cap on exam fees was problematic when attempting to expand exam services to include multiple languages.

The Board currently adheres to the provisions of the Virginia Public Procurement Act and the agency believes that amending the regulations to remove the cap and allow the contracts to be negotiated within the provisions of the act without the cap, will allow for expanded services. These services include, but are not limited to, additional language services and remote proctoring.

Other Boards housed at the Department of Professional and Occupations Regulation have amended their regulations to include this provision.

The Board is also seeking to remove an obsolete section regarding examinations administered by the Board. The Board no longer gives examinations and hasn't done so in over 15 years.

### **Acronyms and Definitions**

Define all acronyms or technical definitions used in this form.

There are no acronyms, abbreviations, or definitions.

### Mandate and Impetus

Identify the mandate for this regulatory change and any other impetus that specifically prompted its initiation, (e.g., new or modified mandate, petition for rulemaking, periodic review, or board decision). For purposes of executive branch review, "mandate" has the same meaning as defined in the ORM procedures, "a directive from the General Assembly, the federal government, or a court that requires that a regulation be promulgated, amended, or repealed in whole or part."

This rulemaking is expected to be noncontroversial. Offering examinations in languages other than English will eliminate barriers for individuals and companies with individuals whose first language is not English. The Home Builders Association and Associated Builders and Contractors trade association have expressed the difficulty its members have faced with the application and exam process.

The Board for Contractors has worked with the Latino Advisory Board several times within the last 18 months in determining benefits and challenges of this regulatory change.

Offering Board for Contractor examinations in languages other than English, as well as remote proctoring, supports workforce development, promotes a positive business environment and will promote license mobility.

## Legal Basis

Identify (1) the promulgating agency, and (2) the state and/or federal legal authority for the regulatory change, including the most relevant citations to the Code of Virginia and Acts of Assembly chapter number(s), if applicable. Your citation must include a specific provision, if any, authorizing the promulgating agency to regulate this specific subject or program, as well as a reference to the agency's overall regulatory authority.

§ 54.1-201 A 5 to promulgate regulations in accordance with the Administrative Process Act (§ 2.2-<u>4000</u> et seq.) necessary to assure continued competency, to prevent deceptive or misleading practices by practitioners and to effectively administer the regulatory system administered by the regulatory board. The regulations shall not be in conflict with the purposes and intent of this chapter or of Chapters 1 (§ <u>54.1-100</u> et seq.) and 3 (§ <u>54.1-300</u> et seq.) of this title.

§ 54.1-1102 A of the Code of Virginia provides the Board for Contractors with the authority to promulgate regulations not inconsistent with the statute necessary for the licensure of contractors and tradesmen.

#### Purpose

Describe the specific reasons why the agency has determined that this regulation is essential to protect the health, safety, or welfare of citizens. In addition, explain any potential issues that may need to be addressed as the regulation is developed.

This regulatory change will remove a price cap that has been in place since 1995.

By removing the cap, the Board is allowing the Virginia Public Procurement Act to function as designed, ensuring that all contract negotiations and implementations are done in accordance with the law.

### Substance

Briefly identify and explain the new substantive provisions that are being considered, the substantive changes to existing sections that are being considered, or both.

This regulatory change will remove a price cap that has been in place since 1995.

### **Alternatives to Regulation**

Describe any viable alternatives to the regulatory change that were considered, and the rationale used by the agency to select the least burdensome or intrusive alternative that meets the essential purpose of the regulatory change. Also, include discussion of less intrusive or less costly alternatives for small businesses, as defined in § 2.2-4007.1 of the Code of Virginia, of achieving the purpose of the regulatory change.

There are no alternatives to this regulations.

#### Periodic Review and Small Business Impact Review Announcement

If you wish to use this regulatory action to conduct, and this NOIRA to announce, a periodic review (pursuant to § 2.2-4017 of the Code of Virginia and the ORM procedures), and a small business impact review (§ 2.2-4007.1 of the Code of Virginia) of this regulation, keep the following text. Modify it as necessary for your agency. <u>Otherwise, delete the paragraph below and insert "This NOIRA is not being used to announce a periodic review or a small business impact review."</u>

### **Public Participation**

Indicate how the public should contact the agency to submit comments on this regulation, and whether a public hearing will be held, by completing the text below. In addition, as required by § 2.2-4007.02 of the Code of Virginia, describe any other means that will be used to identify and notify interested parties and seek their input, such as regulatory advisory panels or general notices.

The Board for Contractors is providing an opportunity for comments on this regulatory proposal, including but not limited to (i) the costs and benefits of the regulatory proposal, (ii) any alternative approaches, and (iii) the potential impacts of the regulation.

Anyone wishing to submit written comments for the public comment file may do so through the Public Comment Forums feature of the Virginia Regulatory Town Hall web site at: https://townhall.virginia.gov. Comments may also be submitted by mail, email or fax to Marjorie King c/o Board for Contractors, 9960 Mayland Drive, Suite 400, Richmond, Virginia 23233, telephone (804) 367-2785, fax (866) 430-1033, email: <u>contractor@dpor.virginia.gov</u>. In order to be considered, comments must be received by 11:59 pm on the last day of the public comment period.