As Passed by the Senate

124th General Assembly Regular Session 2001-2002

Sub. S. B. No. 77

2
 3

5

9

10

11

12

13

14

15

16

17

18

19

SENATORS Coughlin, Amstutz, Armbruster, Robert Gardner, Mumper, Nein, Spada, Wachtmann

A BILL

То	amend sections 4733.12 and 4733.16 of the Revised
	Code to modify professional ownership and
	management requirements a business entity must
	satisfy to obtain a certificate of authorization to
	provide professional engineering or surveying
	services.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

	Sect	tion 1.	That	sections	4733.12	and	4733.16	of	the	Revised	7
Code	be a	amended	to re	ead as fo	llows:						8

Sec. 4733.12. (A) Applications for registration as a professional engineer or professional surveyor shall be on forms prescribed and furnished by the state board of registration for professional engineers and surveyors, shall contain statements made under oath setting forth the applicant's education, a detailed summary of <a href="https://doi.org/10.1001/journal.o

2.2

fee, which shall be established by the board at an amount adequate to cover the costs of processing the application.

The examination fee for professional engineers, which shall accompany the "notice of intention" for each scheduled first stage and second stage examination, shall be established by the board at an amount adequate to cover the expense of procuring, administering, and grading the examination. The registration fee, which shall be paid after the applicant has passed both examinations, shall be established by the board at an amount adequate to cover the expense of issuing a certificate of registration.

The examination fee for professional surveyors, which shall accompany the "notice of intention" for each scheduled first stage and second stage examination, shall be established by the board at an amount adequate to cover the expense of procuring, administering, and grading the examination. The registration fee, which shall be paid after the applicant has passed both examinations, shall be established by the board at an amount adequate to cover the expense of issuing a certificate of registration.

(B) The board shall establish the fee for a certificate of authorization issued under division (F) of section 4733.16 of the Revised Code in an amount not to exceed fifty dollars and the fee for annual renewal of a certificate of authorization, not to exceed twenty-five dollars. The fee for a duplicate certificate of authorization is five dollars.

Sec. 4733.16. (A) A firm, partnership, association, limited liability company, or corporation may provide professional engineering or professional surveying services in this state as long as the services are provided only through natural persons registered to provide those services in the state, subject to the

52

53

54

55

56

57

58

59

60

61

62

63

64

65

66

67

68

69

70

71

72

73

74

75

76

77

78

79

80

81

82

exemptions in sections 4733.17 and 4733.18 of the Revised Code and subject otherwise to the requirements of this chapter.

- (B) No firm, partnership, association, limited liability company, or corporation, except a corporation that was granted a charter prior to August 7, 1943, to engage in providing <u>professional</u> engineering or <u>professional</u> surveying services <u>in</u> this state or that was otherwise lawfully providing engineering services in this state prior to November 15, 1982, shall engage in providing <u>professional</u> engineering or <u>professional</u> surveying services, hold itself out to the public as being engaged in providing <u>professional</u> engineering or <u>professional</u> surveying services, or use a name including one or more of the words "engineer," "engineering," or "surveyor," or "surveying" or any modification or derivation of those words, unless the firm, partnership, association, limited liability company, or corporation obtains a certificate of authorization from the state board of registration for professional engineers and surveyors and files all information required to be filed under this section with the state board of registration for professional engineers and surveyors and otherwise complies with all requirements of this chapter. A nonprofit membership corporation may use a name including one or more of the words "engineer," "engineering," "surveyor," or "surveying" or any modification or derivation of those words without complying with this section.
- (C) A corporation may be organized under Chapter 1701. of the Revised Code, a professional association may be organized under Chapter 1785. of the Revised Code, or a limited liability company may be formed under Chapter 1705. of the Revised Code for the purpose of providing professional engineering, professional surveying, architectural, or landscape architectural services or any combination of those services. A corporation organized under Chapter 1701. of the Revised Code for the purpose of providing

84

those services also may be organized for any other purpose in accordance with that chapter.

(D) No firm, partnership, association, limited liability

95

96

97

98

99

100

101

102

103

104

105

106

107

108

109

110

111

112

113

114

company, or corporation shall provide or offer to provide engineering or surveying services in this state unless more than fifty per cent of the partners, members, or shareholders, more than fifty per cent of the directors in the case of a corporation or professional association, and more than fifty per cent of the managers in the case of a limited liability company the management of which is not reserved to its members, are professional engineers, professional surveyors, architects, or landscape architects, or a combination of those professions, who are registered in this state and who own more than fifty per cent of the interests in the firm, partnership, association, limited liability company, or corporation; unless the requirements of this division and of section 1785.02 of the Revised Code are satisfied with respect to any professional association organized under Chapter 1785. of the Revised Code; or unless the requirements of this division and of Chapter 1705. of the Revised Code are satisfied with respect to a limited liability company formed under that chapter.

(E) Each firm, partnership, association, limited liability company, or corporation through which professional engineering or professional surveying services are offered or provided in this state shall designate one or more partners, managers, members, officers, or directors as being responsible for and in responsible charge of the professional engineering or professional surveying activities and decisions, and those designated persons shall be registered in this state. In the case of a corporation holding a certificate of authorization provided for in division (F)(E) of this section, at least one of the persons so designated shall be a director of the corporation. Each firm, partnership, association,

133

134

135

136

137

138

139

140

141

142143

144

145

146

limited liability company, or corporation of that type shall 115 annually file with the state board of registration for 116 professional engineers and surveyors the name and address of each 117 partner, manager, officer, director, member, or shareholder, and 118 each firm, partnership, association, limited liability company, or 119 corporation of that type shall annually file with the board the 120 name and address of all owners and all persons designated as being 121 in responsible charge of the professional engineering or 122 professional surveying activities and decisions and any other 123 information the board may require. If there is a change in any 124 such person in the interval between filings, the change shall be 125 filed with the board in the manner and within the time that the 126 board determines. 127

(F) No corporation organized under Chapter 1701. of the

Revised Code shall engage in providing engineering or surveying

services in this state without obtaining a certificate of

authorization from the

128

129

(E) The state board of registration for professional engineers and surveyors. A corporation desiring a certificate of authorization shall file with the board a copy of a certificate of good standing from the secretary of state and a listing on the form that the board directs of the names and addresses of all officers, directors, and shareholders of the corporation, the names and addresses of any individuals providing professional services on behalf of the corporation who are registered to practice professional engineering or professional surveying in this state, and any other information the board requires. If all requirements of this chapter are met, the board may shall issue a certificate of authorization to the each firm, partnership, association, limited liability company, or corporation that satisfies the requirements of this chapter, including providing information that the board may require pursuant to division (D) of

this section. No certificate of authorization shall be issued	147
unless persons owning more than fifty per cent of the	148
corporation's shares and more than fifty per cent of the interests	149
in the corporation are professional engineers, professional	150
surveyors, architects, or landscape architects, or a combination	151
of those professions, who are registered in this state. Any	152
corporation that holds a certificate of authorization under this	153
section and that otherwise meets the requirements of this chapter	154
may be organized for any purposes for which corporations may be	155
organized under Chapter 1701. of the Revised Code and shall not be	156
limited to the purposes of providing professional engineering,	157
surveying, architectural, or landscape architectural services or	158
any combination of those services. The board, by rules adopted in	159
accordance with Chapter 119. of the Revised Code, may require any	160
firm, partnership, association, or limited liability company not	161
organized under Chapter 1701. of the Revised Code that provides	162
engineering or surveying services to obtain a certificate of	163
authorization. If the board so requires, no firm, partnership,	164
association, or limited liability company shall engage in	165
providing engineering or surveying services without obtaining the	166
certificate and complying with the rules.	167

 $\frac{(G)}{(F)}$ This section does not modify any law applicable to the relationship between a person furnishing a professional service and a person receiving that service, including liability arising out of that service.

168

169

170

171

172

173

174

175

176

(H)(G) Nothing in this section shall restrict or limit in any manner the authority or duty of the state board of registration for professional engineers and surveyors with respect to natural persons providing professional services or any law or rule pertaining to standards of professional conduct.

(I)(H) Corporations, partnerships, associations, limited 177 liability companies, or firms organized under the laws of another 178

Sub. S. B. No. 77 As Passed by the Senate	Page 7
state or country wishing to provide professional engineering or	179
professional surveying services shall obtain a certificate of	180
authorization and meet the applicable requirements of this	181
section.	182
Section 2. That existing sections 4733.12 and 4733.16 of the	183
Revised Code are hereby repealed.	184
Section 3. In amending Chapter 4733. of the Revised Code in	185
this act and in all previous acts of the General Assembly from	186
June 2, 1988, through the effective date of this act, it is the	187
intent of the General Assembly to reflect and accept the holding	188
of the Franklin County Court of Common Pleas in S.E.A., Inc. v.	189
State Board of Registration for Professional Engineers and	190
Surveyors (Franklin Cty. C.P., June 2, 1988), No. 86CV-05-2754,	191
unreported, that Chapter 4733. of the Revised Code does not apply	192
to the business activities of the firms or their successors as	193
described in that case.	194