As Reported by the House Commerce and Labor Committee

127th General Assembly Regular Session 2007-2008

Sub. H. B. No. 257

Representative Schneider

Cosponsors: Representatives McGregor, R., Combs, Sayre, Chandler, Harwood, Luckie, Collier

ABILL

To amend sections 121.08 and 4745.01 and to enact
sections 4768.01 to 4768.19 and 4768.99 of the
Revised Code to require the licensure of home
inspectors and to create the Ohio Home Inspector
Board to regulate the licensure and performance of
home inspectors.

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

 Section 1. That sections 121.08 and 4745.01 be amended and
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 sections 4768.01, 4768.02, 4768.03, 4768.04, 4768.05, 4768.06,
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 4768.07, 4768.08, 4768.09, 4768.10, 4768.11, 4768.12, 4768.13,
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 4768.14, 4768.15, 4768.16, 4768.17, 4768.18, 4768.19, and 4768.99
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 of the Revised Code be enacted to read as follows:
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Sec. 121.08. (A) There is hereby created in the department of

commerce the position of deputy director of administration. This

officer shall be appointed by the director of commerce, serve

under the director's direction, supervision, and control, perform

the duties the director prescribes, and hold office during the

director's pleasure. The director of commerce may designate an

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assistant director of commerce to serve as the deputy director of

administration. The deputy director of administration shall

perform the duties prescribed by the director of commerce in

supervising the activities of the division of administration of

the department of commerce.

- (B) Except as provided in section 121.07 of the Revised Code, the department of commerce shall have all powers and perform all duties vested in the deputy director of administration, the state fire marshal, the superintendent of financial institutions, the superintendent of real estate and professional licensing, the superintendent of liquor control, the superintendent of industrial compliance, the superintendent of labor and worker safety, the superintendent of unclaimed funds, and the commissioner of securities, and shall have all powers and perform all duties vested by law in all officers, deputies, and employees of those offices. Except as provided in section 121.07 of the Revised Code, wherever powers are conferred or duties imposed upon any of those officers, the powers and duties shall be construed as vested in the department of commerce.
- (C)(1) There is hereby created in the department of commerce a division of financial institutions, which shall have all powers and perform all duties vested by law in the superintendent of financial institutions. Wherever powers are conferred or duties imposed upon the superintendent of financial institutions, those powers and duties shall be construed as vested in the division of financial institutions. The division of financial institutions shall be administered by the superintendent of financial institutions.
- (2) All provisions of law governing the superintendent of
 financial institutions shall apply to and govern the
 superintendent of financial institutions provided for in this
 section; all authority vested by law in the superintendent of
 financial institutions with respect to the management of the

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division of financial institutions shall be construed as vested in	51
the superintendent of financial institutions created by this	52
section with respect to the division of financial institutions	53
provided for in this section; and all rights, privileges, and	54
emoluments conferred by law upon the superintendent of financial	55
institutions shall be construed as conferred upon the	56
superintendent of financial institutions as head of the division	57
of financial institutions. The director of commerce shall not	58
transfer from the division of financial institutions any of the	59
functions specified in division (C)(2) of this section.	60

- (D) There is hereby created in the department of commerce a 61 division of liquor control, which shall have all powers and 62 perform all duties vested by law in the superintendent of liquor 63 control. Wherever powers are conferred or duties are imposed upon 64 the superintendent of liquor control, those powers and duties 65 shall be construed as vested in the division of liquor control. 66 The division of liquor control shall be administered by the 67 superintendent of liquor control. 68
- (E) The director of commerce shall not be interested,

 directly or indirectly, in any firm or corporation which is a

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 dealer in securities as defined in sections 1707.01 and 1707.14 of

 the Revised Code, or in any firm or corporation licensed under

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 sections 1321.01 to 1321.19 of the Revised Code.
- (F) The director of commerce shall not have any official 74 connection with a savings and loan association, a savings bank, a 75 bank, a bank holding company, a savings and loan association 76 holding company, a consumer finance company, or a credit union 77 that is under the supervision of the division of financial 78 institutions, or a subsidiary of any of the preceding entities, or 79 be interested in the business thereof.
- (G) There is hereby created in the state treasury the 81 division of administration fund. The fund shall receive 82

assessments on the operating funds of the department of commerce 83 in accordance with procedures prescribed by the director of 84 commerce and approved by the director of budget and management. 85 All operating expenses of the division of administration shall be 86 paid from the division of administration fund. 87

- (H) There is hereby created in the department of commerce a 88 division of real estate and professional licensing, which shall be 89 under the control and supervision of the director of commerce. The 90 division of real estate and professional licensing shall be 91 administered by the superintendent of real estate and professional 92 licensing. The superintendent of real estate and professional 93 licensing shall exercise the powers and perform the functions and 94 duties delegated to the superintendent under Chapters 4735., 95 4763., and 4767., and 4768. of the Revised Code. 96
- 97 (I) There is hereby created in the department of commerce a division of labor and worker safety, which shall have all powers 98 and perform all duties vested by law in the superintendent of 99 labor and worker safety. Wherever powers are conferred or duties 100 imposed upon the superintendent of labor and worker safety, those 101 powers and duties shall be construed as vested in the division of 102 labor and worker safety. The division of labor and worker safety 103 shall be under the control and supervision of the director of 104 commerce and be administered by the superintendent of labor and 105 worker safety. The superintendent of labor and worker safety shall 106 exercise the powers and perform the duties delegated to the 107 superintendent by the director under Chapters 4109., 4111., and 108 4115. of the Revised Code. 109
- (J) There is hereby created in the department of commerce a 110 division of unclaimed funds, which shall have all powers and 111 perform all duties delegated to or vested by law in the 112 superintendent of unclaimed funds. Wherever powers are conferred 113 or duties imposed upon the superintendent of unclaimed funds, 114

those powers and duties shall be construed as vested in the 115 division of unclaimed funds. The division of unclaimed funds shall 116 be under the control and supervision of the director of commerce 117 and shall be administered by the superintendent of unclaimed 118 funds. The superintendent of unclaimed funds shall exercise the 119 powers and perform the functions and duties delegated to the 120 superintendent by the director of commerce under section 121.07 121 and Chapter 169. of the Revised Code, and as may otherwise be 122 provided by law. 123

(K) The department of commerce or a division of the 124 department created by the Revised Code that is acting with 125 authorization on the department's behalf may request from the 126 bureau of criminal identification and investigation pursuant to 127 section 109.572 of the Revised Code, or coordinate with 128 appropriate federal, state, and local government agencies to 129 accomplish, criminal records checks for the persons whose 130 identities are required to be disclosed by an applicant for the 131 issuance or transfer of a permit, license, certificate of 132 registration, or certification issued or transferred by the 133 department or division. At or before the time of making a request 134 for a criminal records check, the department or division may 135 require any person whose identity is required to be disclosed by 136 an applicant for the issuance or transfer of such a license, 137 permit, certificate of registration, or certification to submit to 138 the department or division valid fingerprint impressions in a 139 format and by any media or means acceptable to the bureau of 140 criminal identification and investigation and, when applicable, 141 the federal bureau of investigation. The department or division 142 may cause the bureau of criminal identification and investigation 143 to conduct a criminal records check through the federal bureau of 144 investigation only if the person for whom the criminal records 145 check would be conducted resides or works outside of this state or 146 has resided or worked outside of this state during the preceding 147

five years, or if a criminal records check conducted by the bureau	148
of criminal identification and investigation within this state	149
indicates that the person may have a criminal record outside of	150
this state.	151

In the case of a criminal records check under section 109.572 152 of the Revised Code, the department or division shall forward to 153 the bureau of criminal identification and investigation the 154 requisite form, fingerprint impressions, and fee described in 155 division (C) of that section. When requested by the department or 156 division in accordance with this section, the bureau of criminal 157 identification and investigation shall request from the federal 158 bureau of investigation any information it has with respect to the 159 person who is the subject of the requested criminal records check 160 and shall forward the requisite fingerprint impressions and 161 information to the federal bureau of investigation for that 162 criminal records check. After conducting a criminal records check 163 or receiving the results of a criminal records check from the 164 federal bureau of investigation, the bureau of criminal 165 identification and investigation shall provide the results to the 166 department or division. 167

The department or division may require any person about whom

a criminal records check is requested to pay to the department or

division the amount necessary to cover the fee charged to the

department or division by the bureau of criminal identification

and investigation under division (C)(3) of section 109.572 of the

Revised Code, including, when applicable, any fee for a criminal

records check conducted by the federal bureau of investigation.

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Sec. 4745.01. (A) "Standard renewal procedure," as used in 175 Chapters 905., 907., 909., 911., 913., 915., 918., 921., 923., 176 927., 942., 943., 953., 1321., 3710., 3713., 3719., 3731., 3742., 177 3748., 3769., 3783., 3921., 3951., 4104., 4105., 4143., 4169., 178

- 4561., 4703., 4707., 4709., 4713., 4715., 4717., 4723., 4725., 179
 4727., 4728., 4729., 4731., 4733., 4734., 4735., 4739., 4741., 180
 4747., 4749., 4752., 4753., 4755., 4757., 4758., 4759., 4761., 181
 4766., 4768., 4773., and 4775. of the Revised Code, means the 182
 license renewal procedures specified in this chapter. 183
- (B) "Licensing agency," as used in this chapter, means any
 department, division, board, section of a board, or other state
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 governmental unit subject to the standard renewal procedure, as
 defined in this section, and authorized by the Revised Code to
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 issue a license to engage in a specific profession, occupation, or
 occupational activity, or to have charge of and operate certain
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 specified equipment, machinery, or premises.
- (C) "License," as used in this chapter, means a license,

 certificate, permit, card, or other authority issued or conferred

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 by a licensing agency by authority of which the licensee has or

 claims the privilege to engage in the profession, occupation, or

 occupational activity, or to have control of and operate certain

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 specific equipment, machinery, or premises, over which the

 licensing agency has jurisdiction.
- (D) "Licensee," as used in this chapter, means either the person to whom the license is issued or renewed by a licensing 199 agency, or the person, partnership, or corporation at whose 200 request the license is issued or renewed.
- (E) "Renewal" and "renewed," as used in this chapter and in 202 the chapters of the Revised Code specified in division (A) of this 203 section, includes the continuing licensing procedure provided in 204 Chapter 3748. of the Revised Code and rules adopted under it and 205 in sections 1321.05 and 3921.33 of the Revised Code, and as 206 applied to those continuing licenses any reference in this chapter 2.07 to the date of expiration of any license shall be construed to 208 mean the due date of the annual or other fee for the continuing 209 210 license.

Sec. 4768.01. As used in this chapter:	211
(A) "Client" means a person who enters into a contract with a	212
licensed home inspector to retain for compensation or other	213
valuable consideration the services of that licensed home	214
inspector to conduct a home inspection and to provide a written	215
report on the condition of a residential building.	216
(B) "Home inspection" means the process by which a home	217
inspector conducts a visual examination of the readily accessible	218
components of a residential building for a client. "Home	219
inspection" does not include pest inspections; environmental	220
testing; inspection of any property or structure conducted by an	221
employee or representative of an insurer licensed to transact	222
business in this state under Title XXXIX of the Revised Code for	223
purposes related to the business of insurance; or determination of	224
compliance with applicable statutes, rules, resolutions, or	225
ordinances, including, without limitation, building, zoning, or	226
historic codes.	227
(C) "Licensed home inspector" means an individual who holds a	228
valid license issued pursuant to section 4768.07 or 4768.10 of the	229
Revised Code to conduct a home inspection for compensation or	230
other valuable consideration.	231
(D) "Residential building" has the same meaning as in section	232
3781.06 of the Revised Code but also includes the individual	233
dwelling units within an apartment or condominium complex	234
containing four or more dwelling units.	235
(E) "Parallel inspection" means the process by which a	236
licensed home inspector observes and evaluates an on-site home	237
inspection performed by an applicant for a home inspector license	238
and reviews and verifies the applicant's compliance with the	239
standards of practice specified in rules adopted by the Ohio home	240
inspector board pursuant to division (A)(13) of section 4768.05 of	241

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the Revised Code, while concurrently performing the primary home	242
inspection of the same residential building for the licensed home	243
<pre>inspector's client.</pre>	244
(F) "Readily accessible" means available for visual	245
inspection without requiring a person to move or dismantle	246
personal property, take destructive measures, or take any other	247
action that will involve risk to a person or to the property.	248
Sec. 4768.02. (A) No person shall conduct a home inspection	249
or represent a qualification to conduct a home inspection for	250
compensation or other valuable consideration unless that person is	251
licensed pursuant to this chapter as a home inspector.	252
(B) No person shall perform a home inspection unless it is	253
performed pursuant to a written contract entered into between a	254
licensed home inspector and a client.	255
(C) No person shall perform a home inspection unless the home	256
inspection conforms to requirements specified in rules adopted by	257
the Ohio home inspector board pursuant to division (A)(13) of	258
section 4768.05 of the Revised Code.	259
Sec. 4768.03. Section 4768.02 of the Revised Code does not	260
apply to any person described as follows if the person is acting	261
within the scope of practice of the person's respective	262
<pre>profession:</pre>	263
(A) A person who is employed by or whose services otherwise	264
are retained by this state or a political subdivision of this	265
state for the purpose of enforcing building codes;	266
(B) A person holding a valid certificate to practice	267
architecture issued under Chapter 4703. of the Revised Code;	268
(C) A person registered as a professional engineer under	269
Chapter 4733. of the Revised Code;	270

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(D) A heating, ventilating, and air conditioning contractor,	271
refrigeration contractor, electrical contractor, plumbing	272
contractor, or hydronics contractor who is licensed under Chapter	273
4740. or section 3781.102 of the Revised Code or who is licensed	274
or registered under section 715.27 of the Revised Code;	275
(E) A real estate broker, real estate salesperson, foreign	276
real estate dealer, or foreign real estate salesperson who is	277
licensed under Chapter 4735. of the Revised Code;	278
(F) A real estate appraiser who is licensed under Chapter	279
4763. of the Revised Code;	280
(G) A public insurance adjuster who holds a valid certificate	281
of authority issued under Chapter 3951. of the Revised Code or an	282
employee or representative of an insurer licensed to transact	283
business in this state under Title XXXIX of the Revised Code who	284
conducts an inspection of any property or structure for purposes	285
related to the business of insurance;	286
(H) A commercial applicator of pesticide who is licensed	287
under Chapter 921. of the Revised Code.	288
Sec. 4768.04. There is hereby created the Ohio home inspector	289
board consisting of five members. The governor shall appoint three	290
members who are licensed home inspectors and who each represent	291
different national organizations that consist of and represent	292
home inspectors. Of the members appointed by the governor, one	293
shall be an independent licensed home inspector and one shall be a	294
member or representative of a home inspection franchise business.	295
The president of the senate and the speaker of the house of	296
representatives each shall appoint one member who represents the	297
public and has no financial interest in the home inspection	298
industry. Not more than three members of the board shall be	299
members of the same political party.	300

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The governor, president of the senate, and speaker of the	301
house of representatives shall make the initial appointments to	302
the board not later than ninety days after the effective date of	303
this section. Of the initial appointments to the board, the	304
governor shall appoint one member to a term ending one year after	305
the effective date of this section, one member to a term ending	306
three years after that date, and one member to a term ending five	307
years after that date. The president of the senate shall appoint	308
one member to a term ending two years after that date, and the	309
speaker of the house of representatives shall appoint one member	310
to a term ending four years after that date. Thereafter, each term	311
shall be for five years, ending on the same day of the same month	312
as the term that it succeeds. Each member shall hold office from	313
the date of appointment until the end of the term for which the	314
member was appointed. Vacancies shall be filled in the manner	315
provided for original appointments. A member appointed to fill a	316
vacancy prior to the expiration of a term shall hold office for	317
the remainder of that term. A member shall continue in office	318
subsequent to the expiration of the term until the member's	319
successor takes office.	320
The members of the board shall not be compensated but shall	321
be reimbursed for actual expenses reasonably incurred in the	322
performance of their duties as members.	323
A member may be removed for misconduct, neglect of duty,	324
incapacity, or malfeasance by the person who appointed that	325
member.	326
Sec. 4768.05. (A) The Ohio home inspector board shall adopt	327
rules in accordance with Chapter 119. of the Revised Code to do	328
all of the following:	329
(1) Establish standards to govern disciplinary proceedings	330

conducted pursuant to section 4768.13 of the Revised Code and the

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reinstatement of home inspector licenses the board suspends or	332
revokes pursuant to those proceedings;	333
(2) Establish the amount of the following fees in an amount	334
that is sufficient to defray necessary expenses incurred in the	335
administration of this chapter:	336
(a) The fee, which shall not exceed two hundred fifty	337
dollars, for applying for and receiving a license issued under	338
section 4768.07 of the Revised Code;	339
(b) The fee, which shall not exceed two hundred fifty	340
dollars, for renewal of a license under section 4768.09 of the	341
Revised Code;	342
(c) Any other fees as required by this chapter.	343
(3) Specify the information that must be provided on an	344
application for licensure under this chapter;	345
(4) Establish procedures for processing, approving, and	346
denying applications for licensure under this chapter;	347
(5) In accordance with division (C) of this section, specify	348
methods and procedures the board shall use to approve a curriculum	349
of education individuals must successfully complete to obtain a	350
license under this chapter;	351
(6) In accordance with division (D) of this section, specify	352
methods and procedures the board shall use to approve a curriculum	353
of experience that an individual may elect to complete the proof	354
of experience requirement specified in division (A)(6) of section	355
4768.07 of the Revised Code;	356
(7) Establish the administrative reporting and review	357
requirements for parallel inspections or field experience to	358
assure that an applicant for a license satisfies the requirements	359
of division (A)(6) of section 4768.07 of the Revised Code, as	360
applicable;	361

(8) Establish a curriculum for continuing education that a	362
licensed home inspector shall complete to satisfy the requirements	363
for continuing education specified in section 4768.08 of the	364
Revised Code and procedures to assure continuing education	365
requirements are updated periodically to make those requirements	366
consistent with home inspection industry practices;	367
(9) Establish requirements an institution, organization,	368
company, or individual shall satisfy to obtain approval to provide	369
courses or programs that enable a licensed home inspector to	370
satisfy the requirements for continuing education specified in	371
section 4768.08 of the Revised Code and establish procedures that	372
the superintendent of real estate and professional licensing shall	373
use to approve an institution, organization, company, or	374
individual that satisfies the requirements the board establishes;	375
(10) Establish procedures and standards that the	376
superintendent shall use to approve courses and programs,	377
including online courses and programs, offered by an entity that	378
is approved by the superintendent to offer continuing education	379
courses or programs pursuant to the rules adopted by the board	380
under division (A)(9) of this section;	381
(11) Establish both of the following fees:	382
(a) The fee an entity described in division (A)(9) of this	383
section shall pay to receive approval to offer continuing	384
education courses and programs;	385
(b) The fee an entity that is approved to offer continuing	386
education courses and programs shall pay for each course or	387
program that the entity wishes to have the superintendent approve	388
pursuant to the rules adopted by the board under division (A)(10)	389
of this section.	390
(12) Establish reporting requirements for a licensed home	391
inspector to follow to demonstrate that the licensed home	392

education or a home inspection franchise business that has been

approved by the board to offer a curriculum.	424
(2) The curriculum includes a requirement that an individual,	425
in order to successfully complete the curriculum, complete at	426
least forty hours of classroom instruction, including instruction	427
about compliance with the requirements specified in this chapter,	428
inspection safety, report writing, and any other administrative	429
matters required by the board.	430
(3) The curriculum satisfies any other requirements the board	431
established in rules it adopts.	432
(D) The board shall approve a curriculum of experience that	433
an individual may elect to complete to satisfy the proof of	434
experience requirement specified in division (A)(6) of section	435
4768.07 of the Revised Code. The board shall approve only a	436
curriculum of experience that includes a requirement that an	437
individual, in order to successfully complete the curriculum, must	438
perform at least forty hours of work in the home inspection field	439
that allows the individual to obtain practical experience or	440
training regarding home inspections.	441
Sec. 4768.06. (A) The superintendent of real estate and	442
professional licensing shall do all of the following:	443
(1) Administer this chapter;	444
(2) Provide the Ohio home inspector board with meeting space,	445
staff services, and other technical assistance required by the	446
board to carry out the duties of the board under this chapter;	447
(3) Provide each applicant for a home inspector license with	448
a copy of the requirements for home inspections specified in rules	449
adopted by the board pursuant to division (A)(13) of section	450
4768.05 of the Revised Code, and make those requirements available	451
to the public by posting them on the web site maintained by the	452
department of commerce;	453

(4) In accordance with division (B) of this section, issue a	454
home inspector license to, or renew a home inspector license for,	455
any person who satisfies the requirements specified in this	456
chapter for such licensure or renewal;	457
(5) Retain all licensure application materials submitted to	458
the superintendent, or an electronic image of such materials, for	459
a period of five years after the date of the receipt of the	460
materials and maintain a register of the names and addresses of	461
all individuals to whom the superintendent has issued or renewed a	462
license under this chapter for a period of five years after the	463
date of issuance, renewal, or expiration of a license, whichever	464
<u>is later;</u>	465
(6) Have criminal records checks conducted for each applicant	466
in accordance with section 121.08 of the Revised Code and the	467
procedures specified in rules adopted by the board pursuant to	468
division (A)(16) of section 4768.05 of the Revised Code;	469
(7) In accordance with the procedures specified in rules	470
adopted by the board in accordance with division (A)(9) of section	471
4768.05 of the Revised Code, approve an institution, organization,	472
company, or individual wishing to provide continuing education	473
courses or programs that satisfy the requirements specified in	474
rules adopted by the board in accordance with that division and	475
pays the fee established in rules adopted by the board pursuant to	476
division (A)(11)(a) of that section;	477
(8) In accordance with the procedures specified in rules	478
adopted by the board in accordance with division (A)(10) of	479
section 4768.05 of the Revised Code, approve a course or program	480
that a licensed home inspector may complete to satisfy the	481
continuing education requirements specified in section 4768.08 of	482
the Revised Code if all of the following are satisfied:	483
(a) The course or program is offered by an entity approved by	484

the superintendent pursuant to division (A)(7) of this section.	485
(b) The course or program satisfies the standards established	486
in rules adopted by the board pursuant to division (A)(10) of	487
section 4768.05 of the Revised Code.	488
(c) The entity pays the fee established in rules adopted by	489
the board pursuant to division (A)(11)(b) of section 4768.05 of	490
the Revised Code.	491
(9) Issue all orders necessary to implement this chapter;	492
(10) In accordance with section 4768.12 of the Revised Code,	493
investigate complaints concerning an alleged violation of this	494
chapter or the conduct of any licensee and subpoena witnesses in	495
connection with those investigations, as provided in that section;	496
(11) Establish and maintain an investigation and audit	497
section to investigate complaints and conduct inspections, audits,	498
and other inquiries as in the judgment of the superintendent are	499
appropriate to enforce this chapter.	500
(B) The superintendent shall issue a home inspector license	501
only to an individual and shall not issue a license to a	502
corporation, limited liability company, partnership, or	503
association, although a licensed home inspector may sign a home	504
inspection report in a representative capacity on behalf of any of	505
those types of entities.	506
(C) The superintendent may utilize the investigators and	507
auditors employed pursuant to division (B)(4) of section 4735.05	508
of the Revised Code or licensees to assist in performing the	509
duties specified in division (A)(10) of this section.	510
Sec. 4768.07. (A) To obtain a license to perform home	511
inspections, an individual shall submit an application to the	512
superintendent of real estate and professional licensing on a form	513
the superintendent provides, the fee established in rules adopted	514

by the Ohio home inspector board pursuant to division (A)(2) of	515
section 4768.05 of the Revised Code, the information necessary for	516
the superintendent to have a criminal records check conducted in	517
accordance with section 121.08 of the Revised Code and the	518
procedures the board adopts in rules pursuant to division (A)(16)	519
of section 4768.05 of the Revised Code, and the fee established by	520
the board to cover the costs of that criminal records check; and	521
shall satisfy the requirements set forth in this section. Except	522
as otherwise specified in division (B) of this section, the	523
application shall include all of the following:	524
(1) A pledge the applicant signs, agreeing to comply with the	525
rules adopted by the board pursuant to division (A)(13) of section	526
4768.05 of the Revised Code;	527
(2) A statement that the applicant understands the grounds	528
for any disciplinary action that may be initiated under this	529
<u>chapter;</u>	530
(3) Proof of holding a comprehensive general liability	531
insurance policy or a commercial general liability insurance	532
policy in accordance with section 4768.11 of the Revised Code;	533
(4) Proof of successfully passing, within two years before	534
the date of the application, the home inspector examination	535
approved by the board pursuant to division (B) of section 4768.05	536
of the Revised Code;	537
(5) Proof of successfully completing a curriculum of	538
education approved by the board in accordance with rules the board	539
adopts pursuant to division (A)(5) of section 4768.05 of the	540
Revised Code;	541
(6) Proof that the applicant has experience in the field of	542
home inspections by successfully completing a curriculum of	543
experience approved by the board in accordance with rules the	544
board adopts pursuant to division (A)(6) of section 4768.05 of the	545

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Revised Code or by successfully completing ten parallel	546
<pre>inspections;</pre>	547
(7) Proof that the applicant is at least eighteen years of	548
age;	549
(8) Proof that the applicant has graduated from the twelfth	550
grade, received a general educational development diploma, or	551
satisfactorily completed a program that is the equivalent to	552
graduating from the twelfth grade or receiving a general	553
educational development diploma;	554
(9) Any other information the board requires that the board	555
determines is relevant to receiving a license to practice as a	556
licensed home inspector.	557
(B) The superintendent shall not require a person described	558
in division (B) or (C) of section 4768.03 of the Revised Code who	559
wishes to obtain a license to perform home inspections under this	560
chapter to submit proof of education and experience as required	561
under divisions (A)(5) and (6) of this section in the person's	562
application in order for that person to receive a license. Such a	563
person, however, shall satisfy all other requirements specified in	564
division (A) of this section in order to receive a license.	565
(C) The act of submitting an application to the	566
superintendent does not create, shall not be construed as	567
creating, and is not intended to indicate licensure as a home	568
inspector.	569
Sec. 4768.08. During each one-year period that a license is	570
valid, a licensed home inspector shall successfully complete not	571
less than fifteen hours of continuing education instruction in	572
courses or programs directly applicable to the standards of	573
practice and requirements specified in rules adopted by the Ohio	574
home inspector hoard pursuant to division (A)(13) of section	575

4768.05 of the Revised Code.	576
The superintendent of real estate and professional licensing	577
shall accept only those courses and programs the superintendent	578
approves in accordance with division (A)(8) of section 4768.06 of	579
the Revised Code prior to the date the licensed home inspector	580
completes the course or program. The superintendent shall not	581
include parallel inspections completed by a person for credit	582
toward satisfying the continuing education requirements specified	583
in this section.	584
Sec. 4768.09. (A) A home inspector license issued or renewed	585
pursuant to this chapter expires one year after the date of	586
issuance or renewal.	587
(B)(1) To renew a home inspector license, a licensed home	588
inspector shall file a renewal application within the ninety-day	589
period immediately preceding the date the license expires with the	590
superintendent of real estate and professional licensing pursuant	591
to the procedures set forth in Chapter 4745. of the Revised Code,	592
along with proof of holding or being covered by a comprehensive	593
general liability insurance policy or a commercial general	594
liability insurance policy in accordance with section 4768.11 of	595
the Revised Code and proof of satisfying the continuing education	596
requirements specified in section 4768.08 of the Revised Code.	597
	598
(2) A licensed home inspector who fails to renew a license	599
before its expiration may, during the three months following the	600
expiration, renew the license by following the procedures in	601
division (B)(1) of this section and paying a late fee in an amount	602
the Ohio home inspector board establishes. A licensed home	603
inspector who applies for a late renewal pursuant to this division	604
shall not engage in any activities permitted under the license	605
being renewed until the superintendent notifies the licensed home	606

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inspector that the licensed home inspector's license has been	607
renewed.	608
(3) A licensed home inspector who fails to renew a license	609
prior to its expiration or during the three months following its	610
expiration may obtain a license by complying with the application	611
procedures and meeting the requirements for obtaining a license	612
set forth in section 4768.07 of the Revised Code and by paying the	613
application and licensure fee established in rules adopted by the	614
board pursuant to division (A)(2) of section 4768.05 of the	615
Revised Code.	616
(C) The superintendent shall not renew a license if any of	617
the following conditions apply:	618
(1) The licensed home inspector is in violation of any	619
provision of this chapter or order of the board or the	620
superintendent.	621
(2) The licensed home inspector fails to submit proof of	622
holding a comprehensive general liability insurance policy or a	623
commercial general liability insurance policy in accordance with	624
section 4768.11 of the Revised Code.	625
(3) The licensed home inspector fails to submit proof of	626
satisfying the continuing education requirements specified in	627
section 4768.08 of the Revised Code.	628
(D) A licensed home inspector who fails to submit the proof	629
required under division (C)(2) or (3) of this section may obtain a	630
license by following the application procedures and meeting the	631
requirements for obtaining a license set forth in section 4768.07	632
of the Revised Code and by paying the application and licensure	633
fee established in rules adopted by the board pursuant to division	634
(A)(2) of section 4768.05 of the Revised Code.	635
Sec. 4768.10. The superintendent of real estate and	636

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Sec. 4768.11. Every licensed home inspector shall maintain,

or be covered by, a comprehensive general liability insurance 667 policy or a commercial general liability insurance policy with 668 coverage limits of not less than one hundred thousand dollars per 669 occurrence and not less than a three hundred thousand dollar 670 aggregate limit, providing coverage against liability of the 671 licensed home inspector for loss, damage, or expense as a result 672 of an act that occurred while the licensed home inspector was on 673 the premises performing a home inspection. If the employer of a 674 licensed home inspector maintains such an insurance policy 675 covering the licensed home inspector, the licensed home inspector 676 is not required to maintain the licensed home inspector's own 677 comprehensive general liability insurance policy or commercial 678 general liability insurance policy. 679 Sec. 4768.12. (A) The superintendent of real estate and 680 professional licensing shall investigate complaints against 681 licensed home inspectors on receipt of a complaint concerning any 682 alleged violation of this chapter. The superintendent may employ 683 investigators and auditors to assist in investigating complaints 684 and conducting investigations, audits, and other inquiries that 685 the superintendent considers appropriate to enforce this chapter. 686 The investigators and auditors may review and audit, during normal 687 business hours, the licensed home inspector's business records 688 that are directly related to complaints. 689 (B) Within five days after a person files a complaint against 690 a licensed home inspector with the superintendent, the 691 superintendent shall provide to that person an acknowledgment of 692 the receipt of the complaint and send a notice regarding that 693 complaint to the licensee who is the subject of the complaint. The 694 superintendent shall include in that notice a description of the 695 activities in which the licensed home inspector allegedly engaged 696 that violate this chapter. Within twenty days after the 697

superintendent sends the notice to the complainant and the

licensed home inspector who is the subject of the complainant's	699
complaint, the complainant and the licensed home inspector may	700
file with the superintendent a request to have an informal	701
mediation hearing. If both the complainant and the licensed home	702
inspector file such a request, the superintendent shall notify the	703
complainant and the licensed home inspector of the date and time	704
of the informal mediation hearing. An investigator employed by the	705
superintendent shall conduct the informal mediation hearing. If	706
the complainant and the licensed home inspector reach an	707
accommodation during that informal mediation hearing, the	708
investigator shall send a written report describing the	709
accommodation to the superintendent, complainant, and licensee.	710
Notwithstanding division (C) of this section, the written report	711
describing the accommodation is a public record for purposes of	712
section 149.43 of the Revised Code. The superintendent shall close	713
the complaint upon satisfactory completion of the accommodation.	714
If the licensee or the complainant fails to file a request for an	715
informal mediation hearing, or if the parties fail to agree on an	716
accommodation during that informal mediation hearing, the	717
superintendent shall proceed with an investigation of the	718
complaint.	719
(C) All information related to investigations and audits is	720
confidential and is not a public record under section 149.43 of	721
the Revised Code. Nothing in this section shall be construed as	722
prohibiting the superintendent from releasing information relating	723
to a licensed home inspector to a law enforcement officer or the	724
appropriate prosecutorial authority. The law enforcement officer	725
or prosecutorial authority who receives information relating to a	726
licensed home inspector from the superintendent under this section	727
shall comply with the same requirements regarding confidentiality	728
as those with which the superintendent must comply,	729
notwithstanding any conflicting provision of the Revised Code or	730
procedure of the law enforcement officer or prosecutorial	731

authority that applies when the law enforcement officer or	732
prosecutorial authority is dealing with other information in its	733
possession.	734
(D) The Ohio home inspector board or the superintendent may	735
compel, by order or subpoena, the attendance of witnesses to	736
testify in relation to any matter over which the board or	737
superintendent has jurisdiction and which is the subject of	738
inquiry and investigation by the board or superintendent, and	739
require the production of any book, paper, or document pertaining	740
to such matter. For such purpose, the board or superintendent	741
shall have the same power as judges of county courts to administer	742
oaths, compel the attendance of witnesses, and punish them for	743
refusal to testify. Service of the subpoena may be made by	744
sheriffs or constables, or by certified mail, return receipt	745
requested, and the subpoena shall be considered served on the date	746
delivery is made or the date the person refused to accept	747
delivery. A witness shall receive, after the witness's appearance	748
before the board or superintendent, the fees and mileage allowed	749
in civil actions in courts of common pleas. If two or more	750
witnesses travel together in the same vehicle, the mileage fee	751
shall be paid to only one of those witnesses, but the witnesses	752
may agree to divide the fee among themselves in any manner.	753
(E) In addition to the powers granted to the board and	754
superintendent under this section, in case any person fails to	755
file any statement or report, obey any subpoena, give testimony,	756
answer questions, or produce any books, records, or papers as	757
required by the board or superintendent under this chapter, the	758
court of common pleas of any county in the state, upon application	759
made to it by the board or superintendent setting forth such	760
failure, may make an order awarding process of subpoena or	761
subpoena duces tecum for the person to appear and testify before	762
the board or superintendent, and may order any person to give	763

testimony and answer questions, and to produce books, records, or	764
papers, as required by the board or superintendent. Upon the	765
filing of such order in the office of the clerk of the court of	766
common pleas, the clerk, under the seal of the court, shall issue	767
process of subpoena for the person to appear before the board or	768
superintendent at a time and place named in the subpoena, and each	769
day thereafter until the examination of such person is completed.	770
The subpoena may contain a direction that the witness bring with	771
the witness to the examination any books, records, or papers	772
mentioned in the subpoena. The clerk shall also issue, under the	773
seal of the court, such other orders, in reference to the	774
examination, appearance, and production of books, records, or	775
papers, as the court directs. If any person so summoned by	776
subpoena fails to obey the subpoena, to give testimony, to answer	777
questions as required, or to obey an order of the court, the	778
court, on motion supported by proof, may order an attachment for	779
contempt to be issued against the person charged with disobedience	780
of any order or injunction issued by the court under this chapter.	781
If the person is brought before the court by virtue of the	782
attachment, and if upon a hearing the disobedience appears, the	783
court may order the offender to be committed and kept in close	784
custody.	785

Sec. 4768.13. (A) If, upon examining the results of an 786 investigation, the superintendent of real estate and professional 787 licensing determines that reasonable evidence exists that a 788 licensed home inspector has violated this chapter or engaged in an 789 activity described in divisions (A) to (G) of section 4768.14 of 790 the Revised Code, the superintendent shall proceed in accordance 791 with the notice and hearing requirements prescribed in Chapter 792 119. of the Revised Code. After a hearing officer conducts a 793 hearing and issues a report and recommendations pursuant to 794 division (D) of this section, the Ohio home inspector board shall 795

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public record for purposes of section 149.43 of the Revised Code.	826
(D) The superintendent shall appoint a hearing officer to	827
conduct adjudication hearings in accordance with Chapter 119. of	828
the Revised Code. The superintendent shall appoint a person who	829
has been admitted to the practice of law in this state to serve as	830
the hearing officer.	831
In accordance with section 119.09 of the Revised Code, after	832
conducting a hearing, a hearing officer shall submit to the board	833
a report of the hearing and a recommendation for the action to be	834
taken against the licensed home inspector. All parties may file	835
objections to the report and recommendations as permitted under	836
that section, and the board shall issue an order in accordance	837
with the procedures prescribed in that section.	838
(E) The decision and order of the board is final, subject to	839
review in the manner provided in Chapter 119. of the Revised Code	840
and appeal to the court of common pleas in Franklin county.	841
Sec. 4768.14. The superintendent of real estate and	842
professional licensing may refuse to issue or renew a license if	843
the applicant for the license or renewal has done any of the	844
<pre>following:</pre>	845
(A) Accepted compensation or other valuable consideration	846
from more than one interested party for the same service without	847
the written consent of all interested parties;	848
(B) Accepted commissions, allowances, or other valuable	849
consideration, directly or indirectly, from other parties who deal	850
with a client in connection with the home inspection for which the	851
home inspector is responsible, or from other parties who are	852
involved in any part of the real estate transaction involving a	853
residential building for which that home inspector conducted a	854
home inspection;	855

885

(C) Repaired, replaced, or upgraded, or solicited to repair,	856
replace, or upgrade, for compensation or other valuable	857
consideration, systems or components in a residential building	858
after completing a home inspection of that residential building	859
but prior to the close of the real estate transaction associated	860
with that home inspection and the resolution of all contingent	861
issues involving that building and transaction;	862
(D) Failed to disclose promptly to a client written	863
information about any business interest of the home inspector that	864
may affect the client in connection with the home inspection;	865
	866
(E) Pleaded guilty to or been convicted of, in a court of	867
competent jurisdiction, any crime of moral turpitude or a felony,	868
or an equivalent offense under the laws of any other state or the	869
United States, or was required to register under Chapter 2950. of	870
the Revised Code;	871
(F) Failed to satisfy the continuing education requirements	872
specified in section 4768.08 of the Revised Code;	873
(G) Failed to maintain or be covered by a comprehensive	874
general liability insurance policy or a commercial general	875
liability insurance policy as required under section 4768.11 of	876
the Revised Code;	877
(H) Violated a provision of this chapter.	878
Sec. 4768.15. The superintendent of real estate and	879
professional licensing may apply to any court of common pleas to	880
enjoin a violation of this chapter. Upon a showing by the	881
superintendent that a person has violated or is violating this	882
chapter, the court shall grant an injunction, restraining order,	883
or other appropriate relief.	884

Sec. 4768.16. (A) Upon receipt of a written complaint or upon

the motion of the superintendent of real estate and professional	886
licensing, the superintendent may investigate any person that has	887
allegedly violated section 4768.02 of the Revised Code, except	888
that the superintendent shall not investigate a complaint under	889
this section if the person who is the subject of the complaint	890
held a valid license issued under this chapter any time during the	891
twelve months preceding the date of the alleged violation.	892
(B) The superintendent has the same powers to investigate an	893
alleged violation of section 4768.02 of the Revised Code as those	894
powers specified in section 4768.12 of the Revised Code. If, after	895
an investigation pursuant to section 4768.12 of the Revised Code,	896
the superintendent determines that reasonable evidence exists that	897
a person has violated this section, within seven days after that	898
determination, the superintendent shall send a written notice to	899
that person by regular mail and shall include in the notice the	900
information specified in section 119.07 of the Revised Code for	901
notices given to licensees, except that the notice shall specify	902
that a hearing will be held and specify the date, time, and place	903
of the hearing.	904
(C) The Ohio home inspector board shall hold a hearing	905
regarding the alleged violation in the same manner prescribed for	906
an adjudication hearing under section 119.09 of the Revised Code.	907
If the board, after the hearing, determines a violation has	908
occurred, the board may impose a fine on the person, not exceeding	909
five hundred dollars per violation. Each day a violation occurs or	910
continues is a separate violation. The board shall determine the	911
terms of payment. The board shall maintain a transcript of the	912
proceedings of the hearing and issue a written opinion to all	913
parties, citing its findings and grounds for any action taken. The	914
board's determination regarding a violation of section 4768.02 of	915
the Revised Code is an order that the person may appeal in	916
accordance with section 119.12 of the Revised Code.	917

(D) If the person who allegedly committed a violation of	918
section 4768.02 of the Revised Code fails to appear for a hearing,	919
the board may request the court of common pleas of the county	920
where the alleged violation occurred to compel the person to	921
appear before the board for a hearing.	922
(E) If the board assesses a person a civil penalty for a	923
violation of section 4768.02 of the Revised Code and the person	924
fails to pay that civil penalty within the time period prescribed	925
by the board, the superintendent shall forward to the attorney	926
general the name of the person and the amount of the civil penalty	927
for the purpose of collecting that civil penalty. In addition to	928
the civil penalty assessed pursuant to this section, the person	929
also shall pay any fee assessed by the attorney general for	930
collection of the civil penalty.	931
Sec. 4768.17. (A) Except as provided in divisions (B) and (C)	932
of this section, nothing in this chapter shall be construed to	933
create or imply a private cause of action against a licensed home	934
inspector for a violation of this chapter if that action is not	935
otherwise maintainable under common law.	936
(B) An action for damages that is based on professional	937
services that were rendered or that should have been rendered by a	938
licensed home inspector shall not be brought, commenced, or	939
maintained unless the action is filed within one year after the	940
date that the home inspection is performed.	941
(C) Before bringing, commencing, or maintaining an action	942
under division (B) of this section, a client shall notify the	943
licensed home inspector of the alleged deficiencies and shall	944
allow the licensed home inspector the opportunity to review and	945
remedy the alleged deficiencies. The statute of limitations	946
specified in division (B) of this section shall be tolled for the	947
period that begins on the date the client notifies the licensed	948

Sec. 4768.99. Whoever violates division (A) of section

liability insurance policy in accordance with section 4768.11 of

the Revised Code, as enacted by this act;	1008
(2) Proof by direct documentation or signed affidavit	1009
attesting to having met any one of the following requirements to	1010
demonstrate participation in the home inspection field prior to	1011
the effective date of this act:	1012
(a) Having performed at least two hundred home inspections	1013
for clients for compensation or other valuable consideration;	1014
(b) Having successfully passed a home inspector examination	1015
specified in division (A)(4) of section 4768.06 of the Revised	1016
Code, as enacted by this act;	1017
(c) Having actively operated a home inspection business in	1018
this state for three years before the effective date of this act	1019
under a business name officially registered with the Secretary of	1020
State;	1021
(d) Having been employed as a home inspector for the	1022
consecutive thirty-six months before the effective date of this	1023
act by an inspection company or individual whose owner or manager	1024
meets the license requirement specified in this section.	1025
(3) Proof of signing a pledge agreeing to comply with the	1026
requirements specified in rules adopted by the Board pursuant to	1027
division (A)(13) of section 4768.05 of the Revised Code, as	1028
enacted by this act;	1029
(4) In a written statement, acknowledge that the individual	1030
understands the grounds for any disciplinary action that may be	1031
initiated under Chapter 4768. of the Revised Code, as enacted by	1032
this act.	1033
If the Board determines necessary, the Board may request the	1034
Superintendent to have a criminal records check conducted pursuant	1035
to section 121.08 of the Revised Code and the rules adopted by the	1036
Board pursuant to division (A)(16) of section 4768.05 of the	1037

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Revised Code, as enacted by this act, on any applicant who applies	1038
for a license under this section.	1039
(B) Any license issued under this section shall expire one	1040
year after the date the license was issued. A licensed home	1041
inspector may renew the licensed home inspector's license in	1042
accordance with section 4768.09 of the Revised Code, as enacted by	1043
this act.	1044
(C) As used in this section, "home inspection" and	1045
"residential building" have the same meanings as in section	1046
4768.01 of the Revised Code, as enacted by this act. "Home	1047
inspector" means an individual who conducts home inspections for	1048
compensation or other valuable consideration.	1049