As Introduced

128th General Assembly Regular Session 2009-2010

S. B. No. 14

Senator Miller, D.

Cosponsors: Senators Turner, Miller, R., Fedor

ABILL

To amend sections 121.08 and 4745.01 and to enact
sections 4735.581, 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 7 sections 4735.581, 4768.01, 4768.02, 4768.03, 4768.04, 4768.05, 8 4768.06, 4768.07, 4768.08, 4768.09, 4768.10, 4768.11, 4768.12, 9 4768.13, 4768.14, 4768.15, 4768.16, 4768.17, 4768.18, 4768.19, and 10 4768.99 of the Revised Code be enacted to read as follows: 11

Sec. 121.08. (A) There is hereby created in the department of 12 commerce the position of deputy director of administration. This 13 officer shall be appointed by the director of commerce, serve 14 under the director's direction, supervision, and control, perform 15 the duties the director prescribes, and hold office during the 16 director's pleasure. The director of commerce may designate an 17 assistant director of commerce to serve as the deputy director of 18 administration. The deputy director of administration shall 19

perform the duties prescribed by the director of commerce in 20 supervising the activities of the division of administration of 21 the department of commerce. 22

- (B) Except as provided in section 121.07 of the Revised Code, 23 the department of commerce shall have all powers and perform all 24 duties vested in the deputy director of administration, the state 25 fire marshal, the superintendent of financial institutions, the 26 superintendent of real estate and professional licensing, the 27 superintendent of liquor control, the superintendent of industrial 28 compliance, the superintendent of labor and worker safety, the 29 superintendent of unclaimed funds, and the commissioner of 30 securities, and shall have all powers and perform all duties 31 vested by law in all officers, deputies, and employees of those 32 offices. Except as provided in section 121.07 of the Revised Code, 33 wherever powers are conferred or duties imposed upon any of those 34 officers, the powers and duties shall be construed as vested in 35 the department of commerce. 36
- (C)(1) There is hereby created in the department of commerce 37 a division of financial institutions, which shall have all powers 38 and perform all duties vested by law in the superintendent of 39 financial institutions. Wherever powers are conferred or duties 40 imposed upon the superintendent of financial institutions, those 41 powers and duties shall be construed as vested in the division of 42 financial institutions. The division of financial institutions 43 shall be administered by the superintendent of financial 44 institutions. 45
- (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
 division of financial institutions shall be construed as vested in

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 division of financial institutions shall be construed as vested in

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
- (I) There is hereby created in the department of commerce a 97 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	168
a criminal records check is requested to pay to the department or	169
division the amount necessary to cover the fee charged to the	170
department or division by the bureau of criminal identification	171
and investigation under division (C)(3) of section 109.572 of the	172
Revised Code, including, when applicable, any fee for a criminal	173
records check conducted by the federal bureau of investigation.	174
Sec. 4735.581. (A) The superintendent of real estate and	175
professional licensing shall create a brochure to educate	176
consumers about home inspections. The superintendent, with the	177

advice and consent of the Ohio real estate commission, shall adopt

rules to specify the topics that must be covered in the brochure,

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defined in this section, and authorized by the Revised Code to	210
issue a license to engage in a specific profession, occupation, or	211
occupational activity, or to have charge of and operate certain	212
specified equipment, machinery, or premises.	213
(C) "License," as used in this chapter, means a license,	214
certificate, permit, card, or other authority issued or conferred	215
by a licensing agency by authority of which the licensee has or	216
claims the privilege to engage in the profession, occupation, or	217
occupational activity, or to have control of and operate certain	218
specific equipment, machinery, or premises, over which the	219
licensing agency has jurisdiction.	220
(D) "Licensee," as used in this chapter, means either the	221
person to whom the license is issued or renewed by a licensing	222
agency, or the person, partnership, or corporation at whose	223
request the license is issued or renewed.	224
(E) "Renewal" and "renewed," as used in this chapter and in	225
the chapters of the Revised Code specified in division (A) of this	226
section, includes the continuing licensing procedure provided in	227
Chapter 3748. of the Revised Code and rules adopted under it and	228
in sections 1321.05 and 3921.33 of the Revised Code, and as	229
applied to those continuing licenses any reference in this chapter	230
to the date of expiration of any license shall be construed to	231
mean the due date of the annual or other fee for the continuing	232
license.	233
Sec. 4768.01. As used in this chapter:	234
Sec. 4700.01. As used in this chapter.	234
(A) "Client" means a person who enters into a contract with a	235
licensed home inspector to retain for compensation or other	236
valuable consideration the services of that licensed home	237
inspector to conduct a home inspection and to provide a written	238
report on the condition of a residential building.	239

(B) "Home inspection" means the process by which a home	240
inspector conducts a visual examination of the readily accessible	241
components of a residential building for a client. "Home	242
inspection" does not include pest inspections; environmental	243
testing; inspection of any property or structure conducted by an	244
employee or representative of an insurer licensed to transact	245
business in this state under Title XXXIX of the Revised Code for	246
purposes related to the business of insurance; or determination of	247
compliance with applicable statutes, rules, resolutions, or	248
ordinances, including, without limitation, building, zoning, or	249
historic codes.	250
(C) "Licensed home inspector" means an individual who holds a	251
valid license issued pursuant to section 4768.07 or 4768.10 of the	252
Revised Code to conduct a home inspection for compensation or	253
other valuable consideration.	254
(D) "Residential building" has the same meaning as in section	255
3781.06 of the Revised Code but also includes the individual	256
dwelling units within an apartment or condominium complex	257
containing four or more dwelling units.	258
(E) "Parallel inspection" means the process by which a	259
licensed home inspector observes and evaluates an on-site home	260
inspection performed by an applicant for a home inspector license	261
and reviews and verifies the applicant's compliance with the	262
standards of practice specified in rules adopted by the Ohio home	263
inspector board pursuant to division (A)(13) of section 4768.05 of	264
the Revised Code, while concurrently performing the primary home	265
inspection of the same residential building for the licensed home	266
inspector's client.	267
(F) "Readily accessible" means available for visual	268
inspection without requiring a person to move or dismantle	269
personal property, take destructive measures, or take any other	270
action that will involve risk to a person or to the property.	271

Sec. 4768.02. (A) No person shall conduct a home inspection	272
or represent a qualification to conduct a home inspection for	273
compensation or other valuable consideration unless that person is	274
licensed pursuant to this chapter as a home inspector.	275
(B) No person shall perform a home inspection unless it is	276
performed pursuant to a written contract entered into between a	277
licensed home inspector and a client.	278
(C) No person shall perform a home inspection unless the home	279
inspection conforms to requirements specified in rules adopted by	280
the Ohio home inspector board pursuant to division (A)(13) of	281
section 4768.05 of the Revised Code and the rules adopted pursuant	282
to division (B)(2) of section 1345.05 of the Revised Code.	283
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Sec. 4768.03. Section 4768.02 of the Revised Code does not	285
apply to any person described as follows if the person is acting	286
within the scope of practice of the person's respective	287
profession:	288
(A) A person who is employed by or whose services otherwise	289
are retained by this state or a political subdivision of this	290
state for the purpose of enforcing building codes;	291
(B) A person holding a valid certificate to practice	292
architecture issued under Chapter 4703. of the Revised Code;	293
(C) A person registered as a professional engineer under	294
Chapter 4733. of the Revised Code;	295
(D) A heating, ventilating, and air conditioning contractor,	296
refrigeration contractor, electrical contractor, plumbing	297
contractor, or hydronics contractor who is licensed under Chapter	298
4740. or section 3781.102 of the Revised Code or who is licensed	299
or registered under section 715.27 of the Revised Code;	300

(E) A real estate broker, real estate salesperson, foreign	301
real estate dealer, or foreign real estate salesperson who is	302
licensed under Chapter 4735. of the Revised Code;	303
(F) A real estate appraiser who is licensed under Chapter	304
4763. of the Revised Code;	305
(G) A public insurance adjuster who holds a valid certificate	306
of authority issued under Chapter 3951. of the Revised Code or an	307
employee or representative of an insurer licensed to transact	308
business in this state under Title XXXIX of the Revised Code who	309
conducts an inspection of any property or structure for purposes	310
related to the business of insurance;	311
(H) A commercial applicator of pesticide who is licensed	312
under Chapter 921. of the Revised Code.	313
Sec. 4768.04. There is hereby created the Ohio home inspector	314
board consisting of five members. The governor shall appoint three	315
members who are licensed home inspectors and who each represent	316
different national organizations that consist of and represent	317
home inspectors. The president of the senate and the speaker of	318
the house of representatives each shall appoint one member who	319
represents the public and has no financial interest in the home	320
inspection industry. Not more than three members of the board	321
shall be members of the same political party.	322
The governor, president of the senate, and speaker of the	323
house of representatives shall make the initial appointments to	324
the board not later than ninety days after the effective date of	325
this section. Of the initial appointments to the board, the	326
governor shall appoint one member to a term ending one year after	327
the effective date of this section, one member to a term ending	328
three years after that date, and one member to a term ending five	329
years after that date. The president of the senate shall appoint	330
one member to a term ending two years after that date, and the	331

speaker of the house of representatives shall appoint one member	332
to a term ending four years after that date. Thereafter, each term	333
shall be for five years, ending on the same day of the same month	334
as the term that it succeeds. Each member shall hold office from	335
the date of appointment until the end of the term for which the	336
member was appointed. Vacancies shall be filled in the manner	337
provided for original appointments. A member appointed to fill a	338
vacancy prior to the expiration of a term shall hold office for	339
the remainder of that term. A member shall continue in office	340
subsequent to the expiration of the term until the member's	341
successor takes office.	342
The members of the board shall not be compensated but shall	343
be reimbursed for actual expenses reasonably incurred in the	344
performance of their duties as members.	345
A member may be removed for misconduct, neglect of duty,	346
incapacity, or malfeasance by the person who appointed that	347
member.	348
Sec. 4768.05. (A) The Ohio home inspector board shall adopt	349
rules in accordance with Chapter 119. of the Revised Code to do	350
all of the following:	351
(1) Establish standards to govern disciplinary proceedings	352
conducted pursuant to section 4768.13 of the Revised Code and the	353
reinstatement of home inspector licenses the board suspends or	354
revokes pursuant to those proceedings;	355
(2) Establish the amount of the following fees in an amount	356
that is sufficient to defray necessary expenses incurred in the	357
administration of this chapter:	358
(a) The fee, which shall not exceed five hundred dollars, for	359
applying for and receiving a license issued under section 4768.07	360
of the Revised Code;	361

(b) The fee, which shall not exceed five hundred dollars, for	362
renewal of a license under section 4768.09 of the Revised Code;	363
(c) Any other fees as required by this chapter.	364
(3) Specify the information that must be provided on an	365
application for licensure under this chapter;	366
(4) Establish procedures for processing, approving, and	367
denying applications for licensure under this chapter;	368
(5) In accordance with division (C)(1) of this section,	369
specify methods and procedures the board shall use to approve a	370
curriculum of education individuals must successfully complete to	371
obtain a license under this chapter;	372
(6) In accordance with division (C)(2) of this section,	373
specify methods and procedures the board shall use to approve a	374
curriculum of experience that an individual may elect to complete	375
the proof of experience requirement specified in division (A)(6)	376
of section 4768.07 of the Revised Code;	377
(7) Batablich the administrative managetime and marious	270
(7) Establish the administrative reporting and review	378
requirements for parallel inspections or field experience to	379
assure that an applicant for a license satisfies the requirements	380
of division (A)(6) of section 4768.07 of the Revised Code, as	381
applicable;	382
(8) Establish a curriculum for continuing education that a	383
licensed home inspector shall complete to satisfy the requirements	384
for continuing education specified in section 4768.08 of the	385
Revised Code and procedures to assure continuing education	386
requirements are updated periodically to make those requirements	387
consistent with home inspection industry practices;	388
(9) Establish requirements an institution, organization,	389
company, or individual shall satisfy to obtain approval to provide	390
courses or programs that enable a ligensed home inspector to	301

satisfy the requirements for continuing education specified in	392
section 4768.08 of the Revised Code and establish procedures that	393
the superintendent of real estate and professional licensing shall	394
use to approve an institution, organization, company, or	395
individual that satisfies the requirements the board establishes;	396
(10) Establish procedures and standards that the	397
superintendent shall use to approve courses and programs,	398
including online courses and programs, offered by an entity that	399
is approved by the superintendent to offer continuing education	400
courses or programs pursuant to the rules adopted by the board	401
under division (A)(9) of this section;	402
(11) Establish both of the following fees:	403
(a) The fee an entity described in division (A)(9) of this	404
section shall pay to receive approval to offer continuing	405
education courses and programs;	406
(b) The fee an entity that is approved to offer continuing	407
education courses and programs shall pay for each course or	408
program that the entity wishes to have the superintendent approve	409
pursuant to the rules adopted by the board under division (A)(10)	410
of this section.	411
(12) Establish reporting requirements for a licensed home	412
inspector to follow to demonstrate that the licensed home	413
inspector successfully completed the continuing education	414
requirements specified in section 4768.08 of the Revised Code, and	415
procedures for the superintendent to follow to determine the	416
veracity of the licensed home inspector's continuing education	417
report;	418
(13) Establish requirements for conducting home inspections	419
and standards of practice for home inspectors and conflict of	420
interest prohibitions to the extent that those provisions do not	421
conflict with divisions (A) to (D) of section 4768.14 of the	422

Revised Code;	423
(14) Specify the format and content of all affidavits and	424
other documents required for the administration of this chapter;	425
(15) Specify requirements for settlement agreements entered	426
into between the superintendent and a licensed home inspector	427
under division (C) of section 4768.13 of the Revised Code;	428
(16) Establish procedures, in accordance with division (K) of	429
section 121.08 of the Revised Code, to have criminal records	430
checks conducted by the bureau of criminal identification and	431
investigation for all applicants for licensure.	432
(B) The board shall approve a nationally recognized	433
examination that the board determines is valid and reliable that	434
individuals must pass to obtain a license issued under this	435
chapter.	436
(C) The board shall approve a curriculum of experience that	437
an individual may elect to complete to satisfy the proof of	438
experience requirement specified in division (A)(6) of section	439
4768.07 of the Revised Code and a curriculum of education	440
individuals must successfully complete to obtain a license issued	441
under this chapter. The approved experience requirement shall	442
consist of forty hours of work in the home inspection field, as	443
specified in division (C)(2) of this section, and the approved	444
education shall consist of forty hours of classroom instruction,	445
as specified in division (C)(1)(a) of this section.	446
(1) The board shall approve only a curriculum of education	447
that satisfies both of the following requirements:	448
(a) The curriculum includes a requirement that an individual,	449
in order to successfully complete the curriculum, complete at	450
least forty hours of classroom instruction, including instruction	451
about compliance with the requirements specified in this chapter,	452
inspection safety, report writing, and any other administrative	453

matters required by the board.	454
(b) The curriculum satisfies any other requirements the board	455
established in rules it adopts.	456
(2) The board shall approve only a curriculum of experience	457
that includes a requirement that an individual, in order to	458
successfully complete the curriculum, must perform at least forty	459
hours of work in the home inspection field that allows the	460
individual to obtain practical experience or training regarding	461
home inspections.	462
Sec. 4768.06. (A) The superintendent of real estate and	463
professional licensing shall do all of the following:	464
(1) Administer this chapter;	465
(2) Provide the Ohio home inspector board with meeting space,	466
staff services, and other technical assistance required by the	467
board to carry out the duties of the board under this chapter;	468
(3) Provide each applicant for a home inspector license with	469
a copy of the requirements for home inspections specified in rules	470
adopted by the board pursuant to division (A)(13) of section	471
4768.05 of the Revised Code, and make those requirements available	472
to the public by posting them on the web site maintained by the	473
department of commerce;	474
(4) In accordance with division (B) of this section, issue a	475
home inspector license to, or renew a home inspector license for,	476
any person who satisfies the requirements specified in this	477
<pre>chapter for such licensure or renewal;</pre>	478
(5) Retain all licensure application materials submitted to	479
the superintendent, or an electronic image of such materials, for	480
a period of five years after the date of the receipt of the	481
materials and maintain a register of the names and addresses of	482
all individuals to whom the superintendent has issued or renewed a	483

license under this chapter for a period of five years after the	484
date of issuance, renewal, or expiration of a license, whichever	485
<u>is later;</u>	486
(6) Have criminal records checks conducted for each applicant	487
in accordance with section 121.08 of the Revised Code and the	488
procedures specified in rules adopted by the board pursuant to	489
division (A)(16) of section 4768.05 of the Revised Code;	490
(7) In accordance with the procedures specified in rules	491
adopted by the board in accordance with division (A)(9) of section	492
4768.05 of the Revised Code, approve an institution, organization,	493
company, or individual wishing to provide continuing education	494
courses or programs if that institution, organization, company, or	495
individual satisfies the requirements specified in rules adopted	496
by the board in accordance with that division and pays the fee	497
established in rules adopted by the board pursuant to division	498
(A)(11)(a) of that section;	499
(8) In accordance with the procedures specified in rules	500
adopted by the board in accordance with division (A)(10) of	501
section 4768.05 of the Revised Code, approve a course or program	502
that a licensed home inspector may complete to satisfy the	503
continuing education requirements specified in section 4768.08 of	504
the Revised Code if all of the following are satisfied:	505
(a) The course or program is offered by an entity approved by	506
the superintendent pursuant to division (A)(7) of this section.	507
(b) The course or program satisfies the standards established	508
in rules adopted by the board pursuant to division (A)(10) of	509
section 4768.05 of the Revised Code.	510
(c) The entity pays the fee established in rules adopted by	511
the board pursuant to division (A)(11)(b) of section 4768.05 of	512
the Revised Code.	513
(9) Issue all orders necessary to implement this chapter;	514

(10) In accordance with section 4768.12 of the Revised Code,	515
investigate complaints concerning an alleged violation of this	516
chapter or the conduct of any licensee and subpoena witnesses in	517
connection with those investigations, as provided in that section.	518
(B) The superintendent shall issue a home inspector license	519
only to an individual and shall not issue a license to a	520
corporation, limited liability company, partnership, or	521
association, although a licensed home inspector may sign a home	522
inspection report in a representative capacity on behalf of any of	523
those types of entities.	524
(C) The superintendent may establish and maintain an	525
investigation and audit section to investigate complaints and	526
conduct inspections, audits, and other inquiries as in the	527
judgment of the superintendent are appropriate to enforce this	528
chapter. The superintendent may utilize the investigators and	529
auditors employed pursuant to division (B)(4) of section 4735.05	530
of the Revised Code or licensees to assist in performing the	531
duties specified in division (A)(10) of this section.	532
Sec. 4768.07. (A) To obtain a license to perform home	533
inspections, an individual shall submit an application to the	534
superintendent of real estate and professional licensing on a form	535
the superintendent provides, the fee established in rules adopted	536
by the Ohio home inspector board pursuant to division (A)(2) of	537
section 4768.05 of the Revised Code, the information necessary for	538
the superintendent to have a criminal records check conducted in	539
accordance with section 121.08 of the Revised Code and the	540
procedures the board adopts in rules pursuant to division (A)(16)	541
of section 4768.05 of the Revised Code, and the fee established by	542
the board to cover the costs of that criminal records check; and	543
shall satisfy the requirements set forth in this section. Except	544
as otherwise specified in division (B) of this section, the	545

application shall include all of the following:	546
(1) A pledge the applicant signs, agreeing to comply with the	547
rules adopted by the board pursuant to division (A)(13) of section	548
4768.05 of the Revised Code;	549
(2) A statement that the applicant understands the grounds	550
for any disciplinary action that may be initiated under this	551
<pre>chapter;</pre>	552
(3) Proof of holding a comprehensive general liability	553
insurance policy or a commercial general liability insurance	554
policy in accordance with section 4768.11 of the Revised Code;	555
(4) Proof of successfully passing, within two years before	556
the date of the application, the home inspector examination	557
approved by the board pursuant to division (B) of section 4768.05	558
of the Revised Code;	559
(5) Proof of successfully completing a curriculum of	560
education approved by the board in accordance with rules the board	561
adopts pursuant to division (A)(5) of section 4768.05 of the	562
Revised Code;	563
(6) Proof that the applicant has experience in the field of	564
home inspections by successfully completing a curriculum of	565
experience approved by the board in accordance with rules the	566
board adopts pursuant to division (A)(6) of section 4768.05 of the	567
Revised Code or by successfully completing ten parallel	568
inspections;	569
(7) Proof that the applicant is at least eighteen years of	570
age;	571
(8) Proof that the applicant has graduated from the twelfth	572
grade, received a general educational development diploma, or	573
satisfactorily completed a program that is the equivalent to	574
graduating from the twelfth grade or receiving a general	575

educational development diploma;	576
(9) Any other information the board requires that the board	577
determines is relevant to receiving a license to practice as a	578
licensed home inspector.	579
(B) The superintendent shall not require a person described	580
in division (B) or (C) of section 4768.03 of the Revised Code who	581
wishes to obtain a license to perform home inspections under this	582
chapter to submit proof of education and experience as required	583
under divisions (A)(5) and (6) of this section in the person's	584
application in order for that person to receive a license. Such a	585
person, however, shall satisfy all other requirements specified in	586
division (A) of this section in order to receive a license.	587
(C) The act of submitting an application to the	588
superintendent does not create, shall not be construed as	589
creating, and is not intended to indicate licensure as a home	590
inspector.	591
Sec. 4768.08. During each one-year period that a license is	592
valid, a licensed home inspector shall successfully complete not	593
less than six hours of continuing education instruction in courses	594
or programs directly applicable to the standards of practice and	595
requirements specified in rules adopted by the Ohio home inspector	596
board pursuant to division (A)(13) of section 4768.05 of the	597
Revised Code.	598
The superintendent of real estate and professional licensing	599
shall accept only those courses and programs the superintendent	600
approves in accordance with division (A)(8) of section 4768.06 of	601
the Revised Code prior to the date the licensed home inspector	602
completes the course or program. The superintendent shall not	603
include parallel inspections completed by a person for credit	604
toward satisfying the continuing education requirements specified	605
in this section.	606

Sec. 4768.09. (A) A home inspector license issued or renewed	607
pursuant to this chapter expires one year after the date of	608
issuance or renewal.	609
(B)(1) To renew a home inspector license, a licensed home	610
inspector shall file a renewal application within the ninety-day	611
period immediately preceding the date the license expires with the	612
superintendent of real estate and professional licensing pursuant	613
to the procedures set forth in Chapter 4745. of the Revised Code,	614
along with proof of holding or being covered by a comprehensive	615
general liability insurance policy or a commercial general	616
liability insurance policy in accordance with section 4768.11 of	617
the Revised Code and proof of satisfying the continuing education	618
requirements specified in section 4768.08 of the Revised Code.	619
	620
(2) A licensed home inspector who fails to renew a license	621
before its expiration may, during the three months following the	622
expiration, renew the license by following the procedures in	623
division (B)(1) of this section and paying a late fee in an amount	624
the Ohio home inspector board establishes. A licensed home	625
inspector who applies for a late renewal pursuant to this division	626
shall not engage in any activities permitted under the license	627
being renewed until the superintendent notifies the licensed home	628
inspector that the licensed home inspector's license has been	629
renewed.	630
(3) A licensed home inspector who fails to renew a license	631
prior to its expiration or during the three months following its	632
expiration may obtain a license by complying with the application	633
procedures and meeting the requirements for obtaining a license	634
set forth in section 4768.07 of the Revised Code and by paying the	635
application and licensure fee established in rules adopted by the	636
board pursuant to division (A)(2) of section 4768.05 of the	637

(A) The individual is licensed, registered, or certified as a

home inspector in a jurisdiction the board determines grants the

same privileges to persons licensed under this chapter as this

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state grants to persons in that jurisdiction, and that	668
jurisdiction has licensing, registration, or certification	669
requirements that are substantially similar to, or exceed, those	670
of this state.	671
(B) The individual files proof of signing a pledge with the	672
board stating that the individual is familiar with and shall	673
comply with this chapter and the rules adopted by the board	674
pursuant to division (A)(13) of section 4768.05 of the Revised	675
Code.	676
(C) The individual agrees to all of the following in a	677
written statement that the individual submits to the	678
<pre>superintendent:</pre>	679
(1) To provide the superintendent the name and address of an	680
agent to receive service of process in this state or that the	681
individual authorizes the superintendent to act as agent for that	682
<pre>individual;</pre>	683
(2) That service of process in accordance with the Revised	684
Code is proper and the individual is subject to the jurisdiction	685
of the courts of this state;	686
(3) That any cause of action arising out of the conduct of	687
the individual's business in this state shall be filed in the	688
county in which the events that gave rise to that cause of action	689
occurred.	690
Sec. 4768.11. Every licensed home inspector shall maintain,	691
or be covered by, a comprehensive general liability insurance	692
policy or a commercial general liability insurance policy with	693
coverage limits of not less than one hundred thousand dollars per	694
occurrence and not less than a three hundred thousand dollar	695
aggregate limit, providing coverage against liability of the	696
licensed home inspector for loss damage or expense as a result	697

of an act that occurred while the licensed home inspector was on	698
the premises performing a home inspection. If the employer of a	699
licensed home inspector maintains such an insurance policy	700
covering the licensed home inspector, the licensed home inspector	701
is not required to maintain the licensed home inspector's own	702
comprehensive general liability insurance policy or commercial	703
general liability insurance policy.	704
Sec. 4768.12. (A) The superintendent of real estate and	705
professional licensing shall investigate complaints against	706
licensed home inspectors on receipt of a complaint concerning any	707
alleged violation of this chapter. The superintendent may employ	708
investigators and auditors to assist in investigating complaints	709
and conducting investigations, audits, and other inquiries that	710
the superintendent considers appropriate to enforce this chapter.	711
The investigators and auditors may review and audit, during normal	712
business hours, the licensed home inspector's business records	713
that are directly related to complaints.	714
(B) Within five days after a person files a complaint against	715
a licensed home inspector with the superintendent, the	716
superintendent shall provide to that person an acknowledgment of	717
the receipt of the complaint and send a notice regarding that	718
complaint to the licensee who is the subject of the complaint. The	719
superintendent shall include in that notice a description of the	720
activities in which the licensed home inspector allegedly engaged	721
that violate this chapter. Within twenty days after the	722
superintendent sends the notice to the complainant and the	723
licensed home inspector who is the subject of the complainant's	724
complaint, the complainant and the licensed home inspector may	725
file with the superintendent a request to have an informal	726
mediation hearing. If both the complainant and the licensed home	727
inspector file such a request, the superintendent shall notify the	728
complainant and the licensed home inspector of the date and time	729

of the informal mediation hearing. An investigator employed by the	730
superintendent shall conduct the informal mediation hearing. If	731
the complainant and the licensed home inspector reach an	732
accommodation during that informal mediation hearing, the	733
investigator shall send a written report describing the	734
accommodation to the superintendent, complainant, and licensee.	735
Notwithstanding division (C) of this section, the written report	736
describing the accommodation is a public record for purposes of	737
section 149.43 of the Revised Code. The superintendent shall close	738
the complaint upon satisfactory completion of the accommodation.	739
If the licensee or the complainant fails to file a request for an	740
informal mediation hearing, or if the parties fail to agree on an	741
accommodation during that informal mediation hearing, the	742
superintendent shall proceed with an investigation of the	743
complaint.	744
(C) All information related to investigations and audits is	745
confidential and is not a public record under section 149.43 of	746
the Revised Code. Nothing in this section shall be construed as	747
prohibiting the superintendent from releasing information relating	748
to a licensed home inspector to a law enforcement officer, the	749
attorney general, or the appropriate prosecutorial authority. If	750
the attorney general, a law enforcement officer, or a	751
prosecutorial authority receives information relating to a	752
licensed home inspector from the superintendent under this section	753
the attorney general, law enforcement officer, or prosecutorial	754
authority shall comply with the same requirements regarding	755
confidentiality as those with which the superintendent must	756
comply, notwithstanding any conflicting provision of the Revised	757
Code or procedure of the attorney general, law enforcement	758
officer, or prosecutorial authority that applies when the attorney	759
general, law enforcement officer, or prosecutorial authority is	760
dealing with other information in its possession.	761

(D) The Ohio home inspector board or the superintendent may	762
compel, by order or subpoena, the attendance of witnesses to	763
testify in relation to any matter over which the board or	764
superintendent has jurisdiction and which is the subject of	765
inguiry and investigation by the board or superintendent, and	766
require the production of any book, paper, or document pertaining	767
to such matter. For such purpose, the board or superintendent	768
shall have the same power as judges of county courts to administer	769
oaths, compel the attendance of witnesses, and punish them for	770
refusal to testify. Service of the subpoena may be made by	771
sheriffs or constables, or by certified mail, return receipt	772
requested, and the subpoena shall be considered served on the date	773
delivery is made or the date the person refused to accept	774
delivery. A witness shall receive, after the witness's appearance	775
before the board or superintendent, the fees and mileage allowed	776
in civil actions in courts of common pleas. If two or more	777
witnesses travel together in the same vehicle, the mileage fee	778
shall be paid to only one of those witnesses, but the witnesses	779
may agree to divide the fee among themselves in any manner.	780
(E) In addition to the powers granted to the board and	781
superintendent under this section, in case any person fails to	782
file any statement or report, obey any subpoena, give testimony,	783
answer questions, or produce any books, records, or papers as	784
required by the board or superintendent under this chapter, the	785
court of common pleas of any county in the state, upon application	786
made to it by the board or superintendent setting forth such	787
failure, may make an order awarding process of subpoena or	788
subpoena duces tecum for the person to appear and testify before	789
the board or superintendent, and may order any person to give	790
testimony and answer questions, and to produce books, records, or	791
papers, as required by the board or superintendent. Upon the	792
filing of such order in the office of the clerk of the court of	793
common pleas, the clerk, under the seal of the court, shall issue	794

process of subpoena for the person to appear before the board or	795
superintendent at a time and place named in the subpoena, and each	796
day thereafter until the examination of such person is completed.	797
The subpoena may contain a direction that the witness bring with	798
the witness to the examination any books, records, or papers	799
mentioned in the subpoena. The clerk shall also issue, under the	800
seal of the court, such other orders, in reference to the	801
examination, appearance, and production of books, records, or	802
papers, as the court directs. If any person so summoned by	803
subpoena fails to obey the subpoena, to give testimony, to answer	804
questions as required, or to obey an order of the court, the	805
court, on motion supported by proof, may order an attachment for	806
contempt to be issued against the person charged with disobedience	807
of any order or injunction issued by the court under this chapter.	808
If the person is brought before the court by virtue of the	809
attachment, and if upon a hearing the disobedience appears, the	810
court may order the offender to be committed and kept in close	811
custody.	812
Sec. 4768.13. (A) If, upon examining the results of an	813
investigation, the superintendent of real estate and professional	814
licensing determines that reasonable evidence exists that a	815
licensed home inspector has violated this chapter or Chapter 1345.	816
of the Revised Code or engaged in an activity described in	817
divisions (A) to (H) of section 4768.14 of the Revised Code, the	818
superintendent shall proceed in accordance with the notice and	819
hearing requirements prescribed in Chapter 119. of the Revised	820
Code. After a hearing officer conducts a hearing and issues a	821
report and recommendations pursuant to division (D) of this	822
section, the Ohio home inspector board shall review the report and	823
recommendations and shall order the disciplinary action the board	824
considers appropriate, which may include any one or more of the	825
following:	826

(1) A reprimand;	827
(2) A fine not exceeding one thousand dollars per violation;	828
(3) Completion of hours of education in subjects related to	829
the underlying cause of the violation in an amount determined by	830
the board;	831
(4) Suspension of the license until the licensed home	832
inspector complies with conditions the board establishes;	833
(5) Suspension of the license for a specific period of time;	834
(6) Revocation of the license.	835
(B) The superintendent shall not credit any hours of	836
education a licensed home inspector completes in accordance with	837
division (A)(3) of this section toward satisfying the requirements	838
for continuing education specified in section 4768.08 of the	839
Revised Code.	840
(C) At any time after the superintendent notifies a licensed	841
home inspector in accordance with division (A) of this section	842
that a hearing will be held but before the date of the hearing,	843
the licensed home inspector may apply to the superintendent to	844
enter into a settlement agreement regarding the alleged violation.	845
The superintendent and the licensed home inspector shall comply	846
with the requirements for settlement agreements established in	847
rules adopted by the board pursuant to division (A)(15) of section	848
4768.05 of the Revised Code. If the parties enter into the	849
settlement agreement and comply with all of the requirements set	850
forth in that agreement, the investigation regarding that alleged	851
violation is considered closed. Notwithstanding division (C) of	852
section 4768.12 of the Revised Code, the settlement agreement is a	853
public record for purposes of section 149.43 of the Revised Code.	854
(D) The superintendent shall appoint a hearing officer to	855
conduct adjudication hearings in accordance with Chapter 119. of	856

the Revised Code. The superintendent shall appoint a person who	857
has been admitted to the practice of law in this state to serve as	858
the hearing officer.	859
In accordance with section 119.09 of the Revised Code, after	860
conducting a hearing, a hearing officer shall submit to the board	861
a report of the hearing and a recommendation for the action to be	862
taken against the licensed home inspector. All parties may file	863
objections to the report and recommendations as permitted under	864
that section, and the board shall issue an order in accordance	865
with the procedures prescribed in that section.	866
(E) The decision and order of the board is final, subject to	867
review in the manner provided in Chapter 119. of the Revised Code	868
and appeal to the court of common pleas in Franklin county.	869
Sec. 4768.14. The superintendent of real estate and	870
professional licensing may refuse to issue or renew a license if	871
the applicant for the license or renewal has done any of the	872
following:	873
(A) Accepted compensation or other valuable consideration	874
from more than one interested party for the same service without	875
the written consent of all interested parties;	876
(B) Accepted commissions, allowances, or other valuable	877
consideration, directly or indirectly, from other parties who deal	878
with a client in connection with the home inspection for which the	879
home inspector is responsible, or from other parties who are	880
involved in any part of the real estate transaction involving a	881
residential building for which that home inspector conducted a	882
home inspection;	883
(C) Repaired, replaced, or upgraded, or solicited to repair,	884
replace, or upgrade, for compensation or other valuable	885
consideration, systems or components in a residential building	886

the motion of the superintendent of real estate and professional	916
licensing, the superintendent may investigate any person that has	917
allegedly violated section 4768.02 of the Revised Code, except	918
that the superintendent shall not investigate a complaint under	919
this section if the person who is the subject of the complaint	920
held a valid license issued under this chapter any time during the	921
twelve months preceding the date of the alleged violation. At any	922
time before, during, or after the investigation, the	923
superintendent may refer any complaint or investigation to the	924
consumer protection section of the attorney general's office for	925
enforcement action authorized by Chapter 1345. of the Revised	926
Code.	927
(B) The superintendent has the same powers to investigate an	928
alleged violation of section 4768.02 of the Revised Code as those	929
powers specified in section 4768.12 of the Revised Code. If, after	930
an investigation pursuant to section 4768.12 of the Revised Code,	931
the superintendent determines that reasonable evidence exists that	932
a person has violated section 4768.02 of the Revised Code, within	933
seven days after that determination, the superintendent shall send	934
a written notice to that person by regular mail and shall include	935
in the notice the information specified in section 119.07 of the	936
Revised Code for notices given to licensees, except that the	937
notice shall specify that a hearing will be held and specify the	938
date, time, and place of the hearing.	939
(C) The Ohio home inspector board shall hold a hearing	940
regarding the alleged violation in the same manner prescribed for	941
an adjudication hearing under section 119.09 of the Revised Code.	942
If the board, after the hearing, determines a violation has	943
occurred, the board may impose a fine on the person, not exceeding	944
five hundred dollars per violation. Each day a violation occurs or	945
continues is a separate violation. The board shall determine the	946
terms of payment. The board shall maintain a transcript of the	947

proceedings of the hearing and issue a written opinion to all	948
parties, citing its findings and grounds for any action taken. The	949
board's determination regarding a violation of section 4768.02 of	950
the Revised Code is an order that the person may appeal in	951
accordance with section 119.12 of the Revised Code.	952
(D) If the person who allegedly committed a violation of	953
section 4768.02 of the Revised Code fails to appear for a hearing,	954
the board may request the court of common pleas of the county	955
where the alleged violation occurred to compel the person to	956
appear before the board for a hearing.	957
(E) If the board assesses a person a civil penalty for a	958
violation of section 4768.02 of the Revised Code and the person	959
fails to pay that civil penalty within the time period prescribed	960
by the board, the superintendent shall forward to the attorney	961
general the name of the person and the amount of the civil penalty	962
for the purpose of collecting that civil penalty. In addition to	963
the civil penalty assessed pursuant to this section, the person	964
also shall pay any fee assessed by the attorney general for	965
collection of the civil penalty.	966
Sec. 4768.17. (A) Except as provided in divisions (B) and (C)	967
of this section, nothing in this chapter shall be construed to	968
create or imply a private cause of action against a licensed home	969
inspector for a violation of this chapter if that action is not	970
otherwise maintainable under common law. Nothing in this chapter	971
shall be construed to waive or remove any cause of action that may	972
arise under Chapter 1345. of the Revised Code.	973
(B) An action for damages that is based on professional	974
services that were rendered or that should have been rendered by a	975
licensed home inspector shall not be brought, commenced, or	976
maintained unless the action is filed within two years after the	977
date that the home inspection is performed.	978

(C) The statute of limitations specified in division (B) of	979
this section shall be tolled for the period that begins on the	980
date the client files a complaint with the superintendent of real	981
estate and professional licensing as provided in section 4768.16	982
of the Revised Code and ends on any of the following dates,	983
whichever occurs latest:	984
(1) The date the superintendent declines to investigate the	985
<pre>client's complaint;</pre>	986
(2) The date the superintendent determines reasonable	987
evidence does not exist that the person has violated section	988
4768.02 of the Revised Code;	989
(3) The date the Ohio home inspector board determines whether	990
a violation has occurred.	991
(D) The remedies provided under sections 4768.12 to 4768.15	992
of the Revised Code are the exclusive remedies for alleged	993
violations of any conflict of interest prohibitions specified in	994
the rules adopted by the board pursuant to division (A)(13) of	995
section 4768.05 of the Revised Code.	996
(E) Nothing in this section shall be construed to prohibit	997
the superintendent of real estate and professional licensing from	998
investigating, or to prohibit the board from taking action against	999
a licensed home inspector for violations of this chapter if the	1000
investigation commences more than one year after the date that the	1001
licensed home inspector conducts the home inspection that is the	1002
subject of the investigation and action.	1003
Sec. 4768.18. The superintendent of real estate and	1004
	1004
professional licensing shall deposit all money collected under	1005
this chapter in the state treasury to the credit of the home	1006
inspectors fund, which is hereby created. Money credited to the	1007
fund shall be used solely by the superintendent to pay costs	1008

4768.14 of the Revised Code, as enacted by this act, during the	1036
period of time beginning on the date the last initial member of	1037
the Ohio Home Inspector Board is appointed pursuant to section	1038
4768.04 of the Revised Code, as enacted by this act, and ending	1039
one hundred twenty days after that date, the Superintendent of	1040
Real Estate and Professional Licensing shall issue a home	1041
inspector license if an individual applies for a license on a form	1042
the Superintendent provides and pays the fee specified in section	1043
4768.05 of the Revised Code, as enacted by this act, and if the	1044
applicant demonstrates all of the following:	1045
(1) Proof of maintaining or being covered by a comprehensive	1046
general liability insurance policy or a commercial general	1047
liability insurance policy in accordance with section 4768.11 of	1048
the Revised Code, as enacted by this act;	1049
(2) Proof by direct documentation or signed affidavit	1050
attesting to having met any one of the following requirements to	1051
demonstrate participation in the home inspection field prior to	1052
the effective date of this act:	1053
(a) Having performed at least two hundred home inspections	1054
for clients for compensation or other valuable consideration;	1055
(b) Having successfully passed the National Home Inspector	1056
Examination offered by the Examination Board of the Professional	1057
Home Inspectors or having successfully passed the nationally	1058
recognized examination approved by the Board pursuant to division	1059
(B) of section 4768.05 of the Revised Code, as enacted by this	1060
act;	1061
(c) Having actively operated a home inspection business in	1062
this state for three years before the effective date of this act	1063
under a business name officially registered with the Secretary of	1064
State;	1065

(d) Having been employed as a home inspector for the

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consecutive twenty-four months before the effective date of this	1067
act by an inspection company or individual whose owner or manager	1068
meets the license requirement specified in this section.	1069
(3) Proof of signing a pledge agreeing to comply with the	1070
requirements specified in rules adopted by the Board pursuant to	1071
division (A)(13) of section 4768.05 of the Revised Code, as	1072
enacted by this act;	1073
(4) In a written statement, acknowledge that the individual	1074
understands the grounds for any disciplinary action that may be	1075
initiated under Chapter 4768. of the Revised Code, as enacted by	1076
this act.	1077
If the Board determines necessary, the Board may request the	1078
Superintendent to have a criminal records check conducted pursuant	1079
to section 121.08 of the Revised Code and the rules adopted by the	1080
Board pursuant to division (A)(16) of section 4768.05 of the	1081
Revised Code, as enacted by this act, on any applicant who applies	1082
for a license under this section.	1083
(B) Any license issued under this section shall expire one	1084
year after the date the license was issued. A licensed home	1085
inspector may renew the licensed home inspector's license in	1086
accordance with section 4768.09 of the Revised Code, as enacted by	1087
this act.	1088
(C) As used in this section, "home inspection" and	1089
"residential building" have the same meanings as in section	1090
4768.01 of the Revised Code, as enacted by this act. "Home	1091
inspector" means an individual who conducts home inspections for	1092

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compensation or other valuable consideration.