TMLF199-1 05/07/2024 CMH (L)bm 2024-235 SUB HB198 GIVHAN SUBSTITUTE TO HB198 OFFERED BY SENATOR GIVHAN



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4 SYNOPSIS:

5 Existing law provides the Home Builders Licensure 6 Board with authority to adopt residential building codes and 7 standards of practices for residential home builders within 8 this state and allows county commissions and municipalities to 9 adopt building laws and codes within their respective 10 jurisdictions.

11 This bill would create the Alabama Residential 12 Building Code Advisory Council to recommend an Alabama 13 Residential Building Code, to be based upon the International 14 Residential Code and the residential chapters of the 15 International Energy Conservation Code, to be adopted by the 16 Home Builders Licensure Board.

This bill would require counties and municipalities that enforce residential building laws or codes, when adopting new codes or amending existing codes, to adopt or amend the codes in accordance with the minimum standards set by the Alabama Residential Building Code.

This bill would require residential home builders in this state to build, renovate, and repair residences in accordance with the minimum standards set by the Alabama Residential Building Code.

This bill would establish the Alabama Residential Building Code Division within the Home Builders Licensure Board and provide for the authority and jurisdiction of the



29 division.

This bill would establish the Alabama Residential Building Code Fund within the State Treasury and would provide for the distribution of funds and administration thereof by the Alabama Residential Building Code Division for purposes of implementing the Alabama Residential Building Code.

This bill would allow the Alabama Residential Building Code Division to provide funds for grants designed to promote residential building code enforcement operations among local jurisdictions.

This bill would also repeal the Alabama Energy and Residential Codes Board within the Alabama Department of Economic and Community Affairs and in lieu thereof would establish the Alabama Commercial Energy Code Advisory Committee to provide for the proposed recommendation of the Alabama Commercial Energy Code to the Alabama Licensure Board for General Contractors.

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Relating to building codes; to designate Sections 34-14A-1 through 34-14A-20 as Article 1 of Chapter 14A of Title 34, Code of Alabama 1975; to amend Sections 34-14A-1, 34-14A-2, 34-14A-7, 34-14A-12, and 34-14A-20, Code of Alabama 1975, to provide for the establishment of the Alabama

A BTTT

TO BE ENTITLED

AN ACT



57 Residential Building Code and its authority; to further 58 provide for the practice of residential home building; to further provide for the duties of the Home Builders Licensure 59 60 Board; to add Sections 34-14A-12.1 and 34-14A-12.2 to the Code of Alabama 1975, to add Article 2, commencing with Section 61 62 34-14A-41, to Chapter 14A of Title 34, Code of Alabama 1975, 63 to establish the Alabama Residential Building Code Division 64 within the Home Builders Licensure Board and provide for its 65 duties; to establish the Alabama Residential Building Code Fund in the State Treasury and provide for its administration; 66 67 to add Article 3, commencing with Section 34-14A-80, to Chapter 14A of Title 34, Code of Alabama 1975, to establish 68 69 the Alabama Residential Building Code Advisory Council and provide for its membership and duties; to add Article 3, 70 71 commencing with Section 34-8-80, to Chapter 8 of Title 34, Code of Alabama 1975, to establish the Alabama Commercial 72 Energy Code Advisory Committee within the State Licensing 73 74 Board for General Contractors and provide for its membership 75 and duties; to repeal Article 5, commencing with Section 76 41-23-80, of Chapter 23, Title 41, Code of Alabama 1975, 77 relating to the Alabama Energy and Residential Codes Board 78 within the Alabama Department of Economic and Community 79 Affairs; and to provide requirements for certain local 80 building codes adopted or amended after a date certain. 81 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:

Section 1. Sections 34-14A-1 through 34-14A-20 are designated as Article 1 of Chapter 14A, Title 34, Code of Alabama 1975.



85	Section 2. Sections 34-14A-1, 34-14A-2, 34-14A-7,
86	34-14A-12, and 34-14A-20, Code of Alabama 1975, are amended to
87	read as follows:
88	"\$34-14A-1
89	(a) In the interest of the public health, safety,
90	welfare, and consumer protection $\underline{}$ and to regulate the home
91	building and private residence construction industry, the
92	purpose of this chapter $_{m{ au}}$ and the intent of the Legislature in
93	passing it , is to :
94	(1) To provide for the licensure of those persons who
95	engage in home building, private residence construction, and
96	home improvement industries, including remodeling , and to .
97	provide home building standards
98	(2) To establish an Alabama Residential Building Code.
99	(3) To provide guidance, assistance, promotion, and
100	support for code inspections of residential construction.and
101	to
102	(4) To support education within the construction trades
103	and construction inspections in the State of Alabama.
104	(b) The Legislature recognizes that the home building
105	and home improvement construction industries are significant
106	industries . Home builders may pose significant and that
107	significant harm to the public may result from the provision
108	of when unqualified, incompetent, or dishonest home builders
109	and remodelers provide inadequate, unsafe, or inferior
110	building services by unqualified, incompetent, or dishonest
111	home builders and remodelers. The Legislature finds it
112	necessary to regulate the residential home building and home



113 improvement industries."

114 "\$34-14A-2

As used in this chapter, the following terms shall have the following meanings, respectively, unless the context clearly indicates otherwise:

118 (1) ADVERTISING. Engaging or offering to engage in any

119 acts or services as a residential home builder by the act or

120 practice of offering for sale professional services by

121 promoting those services through print, radio or television

122 media, on billboards, through social media, through

123 promotional sponsorships, on vehicles, by the placement of

124 signs in front of ongoing or completed worksites, or by

125 displaying credentials, including licensure, to perform

- 126 residential home building.
- 127 (2) ALABAMA RESIDENTIAL BUILDING CODE. The code adopted
- 128 by the board, as amended by the board, and based on a

129 published edition of the International Residential Code, and

130 the residential chapters of a published edition of the

131 International Energy Conservation Code.

(3) APPLICABLE RESIDENTIAL BUILDING CODE. The Alabama
 Residential Building Code or a local residential building code
 adopted by a county or municipality, pursuant to this chapter,

135 where the construction, renovation, or repairs will take

136 place.

137 (1) ADVISORY COUNCIL. The Alabama Construction Trade
 138 Advisory Council.

139 (2) (4) BOARD. The Home Builders Licensure Board.

140 (3) (5) COST OF THE UNDERTAKING. The total cost of the



141 materials, labor, supervision, overhead, and profit.

142 (6) COUNCIL. The Alabama Residential Building Code
143 Advisory Council.

144 (7) DIVISION. The Alabama Residential Building Code
145 Division.

146 (4) (8) HOMEOWNER. A person who owns and resides in or 147 intends to reside in a structure constructed or remodeled by a 148 licensee of the board, or who contracts with a licensee for 149 the purchase, construction, repair, improvement, or 150 reimprovement of a structure to be used as a residence.

151 (5) (9) IMPROVEMENT. Any site-built addition or 152 enhancement attached to or detached from a residence or 153 structure for use and enjoyment by the homeowner.

154 (6) (10) INACTIVE LICENSE. A license issued at the 155 request of a licensee, or a building official or a building 156 inspector, that is renewable, but that is not currently valid.

157 <u>(7) (11)</u> LICENSE. Any license issued by the board 158 pursuant to this chapter.

159 <u>(8) (12)</u> LICENSEE. A holder of any license issued 160 pursuant to this chapter.

161 (9) (13) PERSON. Any natural person individual, limited 162 or general partnership, corporation, association, limited 163 liability company, or other legal entity, or any combination 164 thereof.

165 (10) (14) QUALIFYING REPRESENTATIVE. The individual 166 designated by a general partnership, limited partnership, 167 corporation, limited liability company, or not-for-profit 168 organization applying for a license who either holds a license



169	individually or meets the experience and ability requirements
170	for licensure, and who is one of the following:
171	a. A general partner in the case of any partnership.
172	b. An officer in the case of a corporation.
173	c. A member in the case of a member-managed limited
174	liability company.
175	d. A manager in the case of a manager-managed limited
176	liability company.
177	e. An individual who is affiliated with one of the
178	member entities of a limited liability company and who has
179	been identified and authorized through the operating agreement
180	to manage day-to-day operations as it relates to operations of
181	the limited liability company for purposes of licensure.
182	(11) (15) RESIDENCE. A single unit providing complete
183	independent residential living facilities for one or more
184	persons, including permanent provisions for living, sleeping,

185 eating, cooking, and sanitation.

186 (12) (16) RESIDENTIAL HOME BUILDER. A person who 187 constructs a residence or structure for sale or who, for a 188 fixed price, commission, fee, or wage, undertakes or offers to 189 undertake the construction or superintending of the 190 construction, or who manages, supervises, assists, or provides 191 consultation to a homeowner regarding the construction or 192 superintending of the construction, of any residence or 193 structure that is not over three floors in height and that 194 does not have more than four residential units, or the repair, improvement, or reimprovement thereof, to be used by another 195 196 as a residence when the cost of the undertaking exceeds ten



197 thousand dollars (\$10,000). Notwithstanding the foregoing, the 198 term includes a residential roofer when the cost of the 199 undertaking exceeds two thousand five hundred dollars 200 (\$2,500). Nothing herein shall prevent any person from 201 performing these acts on his or her own residence or on his or 202 her other real estate holdings. Anyone who engages or offers to engage in any acts described in this subdivision, through 203 204 advertising or otherwise, shall be deemed to have engaged in 205 the business of residential home building.

206 (13) (17) RESIDENTIAL ROOFER. A person who installs 207 products or repairs surfaces on the external upper covering of 208 a residence or structure that seals, waterproofs, or 209 weatherproofs the residence or structure.

210 (14) (18) STRUCTURE. A residence on a single lot, 211 including a site-built home, a condominium, a duplex or 212 multi-unit residential building consisting of not more than 213 four residential units, or any improvement thereto.

214 (15)(19) TRANSACTION. The act of entering into a 215 contract with a licensee to engage in the business of 216 residential home building."

217 "\$34-14A-7

(a) Any residential home builder who desires to receive
a new or renewal license under this chapter shall make and
file with the board 30 days prior to the next meeting of the
board a written application on a form prescribed by the board.
Each applicant shall be a citizen of the United States or, if
not a citizen of the United States, a person who is legally
present in the United States with appropriate documentation



from the federal government. <u>Such The</u> application shall be accompanied by the payment of the annual license fee required by the board. After the board accepts the application, the applicant may be examined by the board at its next meeting. The board, in examining the applicant, shall consider the following qualifications of the applicant:

231

(1) Experience.

232 (2) Ability.

233 (3) Character.

234 (4) Business-related financial condition.

a. The board may require a financial statement on a
form prescribed by the board and a public records search
directly from a credit reporting agency.

238 b. The board may require a positive net worth or other 239 evidence of business-related financial condition sufficient to 240 reasonably satisfy the board of the applicant's financial 241 responsibility.

c. The board may require that business-related judgments, judgment liens, and other perfected liens must be satisfied and released.

d. Any information obtained by the board pursuant to
this subsection relating to the financial condition of an
applicant shall not be public information.

248 (5) Ability and willingness to serve the public and 249 conserve the public health and safety.

250 (6) Any other pertinent information the board may 251 require.

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(b)(1) If the board finds the applicant qualified to



engage in residential home building in Alabama, the applicant shall be issued a license. An applicant rejected by the board shall be given an opportunity to be reexamined after a new application has been filed and an additional application fee paid.

(2) A record shall be made and preserved by the board
of each examination and the findings of the board pertaining
to the examination. A copy of the record shall be made
available to any applicant requesting it upon the payment of a
reasonable fee to the board.

(c) The board, by rule, may require proof of andmaintenance of insurance as a qualification for licensure.

(d) The board, by rule, may establish or adopt, or both, education requirements and may approve, administer, or financially support the program or programs providing residential construction education.

(e) (1) Each licensee shall notify the board within 10 days after notice of the institution of any criminal prosecution against him or her. The notification shall be in writing, by certified mail, and shall include a copy of the specific charge made together with a copy of the indictment, information, or complaint, affidavit, and warrant making the charges.

(2) Each licensee shall notify the board in writing by
certified mail within 10 days after he or she receives the
notice that any criminal verdict has been rendered against him
or her, or that a criminal action pending against him or her
has been dismissed.



(f) Each licensee shall <u>utilize_use</u> a valid written contract when engaging in the business of residential home building. <u>In addition to any other requirements provided by</u> <u>law, the contract shall contain the licensee's license number</u> <u>issued by the board.</u>

(g) Whenever a licensee engages in advertising, the licensee shall ensure that the licensee's valid license number issued by the board is displayed.

289 (g) (h) When any residential home building to be 290 performed will comply with a program designed to enhance the 291 resiliency of the structure beyond the requirements of the 292 applicable building codes, the licensee shall disclose this 293 compliance to the homeowner in writing prior to the 294 commencement of the residential home building.

295 (h) (1) (1) Any licensee who desires to receive an inactive license shall make and file with the board a written 296 297 application for an inactive license on a form prescribed by 298 the board prior to the expiration of his or her current 299 license. The application shall be accompanied by the payment 300 of the annual inactive license fee required by the board. No 301 act for which a license is required may be performed under an 302 inactive license. In the event a person holding a current 303 inactive license applies for a license, he or she may rely 304 upon his or her inactive license as evidence of the experience 305 and ability requirements for licensure under subdivisions (1) 306 and (2) of subsection (a).

307 (2) A person holding an expired license who seeks to308 reactivate his or her license within three years of the date



309 of expiration shall be deemed to have satisfied the experience 310 and ability requirements for licensure if application is made 311 within the three-year time period and all other licensing 312 requirements pursuant to subsection (a) have been met.

313 (3) Any building official or building inspector who 314 desires to receive an inactive license shall make and file 315 with the board 30 days prior to the next meeting of the board 316 a written application for an inactive license on a form 317 prescribed by the board. After the board accepts the application, the applicant may be examined by the board at its 318 319 next board meeting. The board, in examining the applicant, shall consider the following qualifications of the applicant 320 321 as satisfying the experience and ability requirements for licensure: 322

323 a. That the building inspector is an employee of the United States, the State of Alabama, or any municipality, 324 325 county, or other political subdivision and, by virtue of that 326 employment, is exempted or prohibited by law from holding a 327 license; and

328 b. That the building inspector does any of the 329 following:

330 1. Maintains current certification from the Southern 331 Building Code Congress International as one of the following: 332

- (i) Chief building official.
- 333 (ii) Deputy building official.

(iii) Building inspector. 334

(iv) Housing inspector. 335

336 (v) Design professional.



337 (vi) Plan reviewer.

338 2. Maintains current certification from the339 International Code Council as one of the following:

- 340 (i) Certified building official.
- 341 (ii) Building inspector.

342 (iii) Residential building inspector.

- 343 (iv) Property maintenance and housing inspector.
- 344 (v) Building plans examiner.
- 345 (vi) Design professional.

346 3. Possesses sufficient building qualifications and
347 experience to receive a license, as demonstrated by
348 satisfactory evidence presented to the board.

(4) In the event a building official or building inspector holding a current inactive license applies for a license, he or she may rely upon his or her inactive license as evidence of the experience and ability requirements for licensure under subdivisions (1) and (2) of subsection (a)."

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"§34-14A-12

(a) The board may establish or adopt residential 355 building codes and standards of practice for residential home 356 357 builders within the state. A residential building code or 358 standard of practice adopted or established by the board does 359 not supersede or otherwise exempt residential home builders from a local building law or code adopted by the governing 360 361 body of a county or municipality or from a local or general 362 law.

363 (a) The board shall have the sole authority to adopt 364 the following codes:



365	(1) The Alabama Residential Building Code, which shall
366	apply to all construction and improvements governed by this
367	chapter.
368	(2) The Alabama Residential Energy Code, which shall
369	apply to all residential construction and improvements.
370	(b)(1) The Alabama Residential Building Code shall be
371	enforced by local jurisdictions that have permitting and
372	inspection programs for residential construction and
373	improvements that are adhered to by residential home builders.
374	The Alabama Residential Building Code shall not supersede any
375	local residential building code adopted by any county or
376	municipality in effect on January 1, 2027.
377	(2) The Alabama Residential Energy Code shall be
378	enforced by local jurisdictions that have adopted energy code
379	provisions for residential and commercial construction and
380	improvements. Provided however, provisions adopted by local
381	jurisdictions may not exceed those contained within the
382	Alabama Residential Energy Code.
383	(3) A local building code adopted by any county or
384	municipality after January 1, 2027, shall meet the minimum
385	standards of the Alabama Residential Building Code and the
386	Alabama Residential Energy Code in effect at the time of the
387	local building code adoption. The local building code may
388	amend the standards as local conditions require, but no such
389	adoption or amendment shall exceed the provisions of the
390	Alabama Residential Energy Code unless local conditions or
391	compliance with any federal mandate requires such adoption.
392	(4) Notwithstanding any other provision of law to the



393	contrary, the Alabama Residential Building Code does not apply
394	to any agricultural building except for any residence
395	contained therein.
396	(b)(c)(1) The county commissions of the several
397	counties A county commission, by resolution, may adopt
398	building laws and codes by ordinance which that shall apply in
399	the unincorporated areas of the county. The county commission
400	shall provide a copy of any resolution adopted pursuant to
401	this subsection to the board within 10 business days of
402	adopting the resolution.
403	(2) A local building law or code adopted pursuant to
404	this subsection may not take effect until 120 days after the
405	resolution was adopted; provided, in the case of an insurance
406	claim requiring work and activities for which a license is
407	required by this chapter, the effective date for the building
408	law or code shall be the date of adoption by the local
409	jurisdiction.
410	(3) The building laws and codes of the county
411	commission shall not apply within any municipal police
412	jurisdiction, in which that municipality is exercising its
413	building laws or codes, without the express consent of the
414	governing body of that municipality. The building laws and
415	codes of the county commission may be enforced within a
416	municipality's police jurisdiction outside of the
417	municipality's corporate limits as provided in Section
418	11-40-10 (b) (2). The building laws and codes of the county
419	commission may apply within the corporate limits of any
420	municipality only with the express consent of the governing



421 body of the municipality.

422 (4) The county commission may employ building 423 inspectors to see that its laws or codes are not violated and 424 that the plans and specifications for buildings are not in 425 conflict with the ordinances laws and codes of the county and 426 may exact fees to be paid by the owners of the property 427 inspected.

428 (5) The county commission, by resolution, may 429 discontinue its administration and enforcement of the building 430 laws and codes. However, the discontinuation shall not take 431 effect until 120 days after the resolution was adopted. The 432 county commission shall provide a copy of the resolution to 433 the board within 10 business days of adopting the resolution. 434 (c) (d) Utilizing the same authority and procedures as

435 municipalities pursuant to Sections 11-53A-20 to 11-53A-26, 436 inclusive, the county commission may condemn buildings, parts 437 of buildings, or structures dangerous to the public and 438 prohibit the use thereof and abate the same as a nuisance.

439 (d) (e) The county commissions, municipalities, and 440 other public entities may enter into mutual agreements, 441 compacts, and contracts for the administration and enforcement 442 of their respective building laws and codes. A county 443 commission or municipality shall provide a copy of the mutual 444 agreement, compact, or contract to the board within 10 445 business days of its execution. 446 (f) A county commission or municipality shall provide to the board a copy of any resolution, ordinance, or agreement 447 448 adopted pursuant to Section 11-40-10(b)(2) within 10 business



449 days of its adoption.

450 (g) Nothing in this section shall be construed to
451 restrict the power of any county or municipality to adopt and
452 enforce local building laws or codes that either comply with
453 or exceed the minimum standards of the Alabama Residential
454 Building Code; provided the local laws or codes are adopted or
455 amended in accordance with this chapter."

456 "\$34-14A-20

457 (a) The Alabama Construction Trade Academy Fund is established in the State Treasury. The fund shall be comprised 458 459 of federal, state, and private funding through direct budgetary funding and grants for the expansion of construction 460 461 trade education. To the extent practicable, monies in the fund 462 shall be used to leverage other forms of funding from private 463 sources. A percentage of matching funds, as established by the advisory council, must come from private, non-governmental 464 465 sources. The board may not use more than 15 percent of the 466 monies in the fund for administrative and operational costs 467 incurred in the implementation and administration of this 468 section. The board's statutory obligations pursuant to this 469 chapter shall be contingent upon the appropriation of funding.

(b) The board, in cooperation with public and private sector partners, shall establish a program to provide funding mechanisms for tool grants, program incentives, supplies, mobile facilities, and other programs to support the development and continuation of construction trade education programs in the state.

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(c) The board shall administer the program and <mark>shall</mark>may



477 apply for funds from federal grant programs and other 478 applicable funding sources authorized by law.

479 (d) (1) The Alabama Construction Trade Advisory Council
480 is established. The advisory council shall consist of the
481 following members:

482 a. One member appointed by and currently serving on the483 Home Builders Licensure Board.

484 b. One member appointed by and currently serving on the 485 State of Alabama Plumbers and Gas Fitters Examining Board.

486 c. One member appointed by and currently serving on the487 State Licensing Board for General Contractors.

d. One member appointed by and currently serving on the
State Board of Heating, Air Conditioning, and Refrigeration
Contractors.

491 e. One member appointed by and currently serving on the492 Alabama Board of Electrical Contractors.

493 f. One appointee of the State Department of Education 494 who specializes in technical trade education.

495 g. One appointee of the Alabama Community College496 System who specializes in technical trade education.

(2) Members of the advisory council shall be appointed for a period of one year. Membership on the advisory council shall be without compensation, except for reimbursement of necessary travel expenses as is paid to state employees for attending meetings and other necessary events of the advisory council. Any expenses paid to a member of the advisory council shall be paid by the member's appointing authority.

504 (e) The advisory council shall make recommendations to



505 the board, and the board shall establish program guidelines, 506 promote the program statewide, evaluate applications for 507 funds, distribute funds, and monitor and report the effect of 508 the funding on the availability of construction trade 509 education. The board may adopt rules to implement and 510 administer this section.

511 (f) The advisory council shall recommend and the board 512 shall establish monitoring and accountability mechanisms for 513 projects receiving funding. Not later than the fifth 514 legislative day of each regular legislative session, the board 515 shall file a report to the Legislature on the projects funded, the geographic distribution of projects funded, the private 516 517 sector participation rates in funded projects, the administrative costs of the program, and the outcomes of the 518 519 program, including the number of students and adult learners trained by each project funded through the program. 520

521 (g) The advisory council shall recommend and the board 522 shall create eligibility guidelines and provide project 523 funding through an application process. Projects eligible for 524 funding include the following:

525 (1) Mobile demonstration units that show the various 526 systems of a structure and how they interconnect.

527 (2) Tool and supply grants for public and private 528 educational providers that provide construction trade 529 education.

530 (3) Incentives for newly established construction trade531 education courses, with priority given to carpentry courses.

532 (4) Adult education initiatives that provide continued



533 learning opportunities through mobile training facilities or 534 distance learning opportunities with priority focus on those 535 serving underserved areas and widely offered trainings.

(5) Any other proposal that in the opinion of the board would address the need for construction trade education in the state.

(h) An applicant may be a nonprofit organization, not-for-profit entity, public school system, two-year college, university, or other governmental entity. An applicant for funding shall do all of the following:

543 (1) Demonstrate its capacity to successfully implement 544 the proposal.

545 (2) Demonstrate how the proposal shall positively 546 impact construction trade education in the state.

547 (3) Demonstrate private sector support through matching548 funding.

549 (4) Establish an advisory council consisting of at
550 least three active trade representatives from the construction
551 trade being funded.

552 (5) For a period of not less than five years, agree to 553 comply with the following conditions:

a. Offer the courses funded through this section for a period of not less than five years.

b. Comply with all data collection and reportingrequirements established by the board.

(i) In determining which qualified projects to fund,the board shall consider all of the following factors:

560 (1) The level of private sector support for the

Page 20



561 project.

562 (2) The level of need in the area in which the funding563 is directed.

564 (3) The projected number of students that will be 565 served.

566 (4) The degree to which the project will have a 567 positive impact on the availability of construction trade 568 education in the area to be served.

569 (5) The degree to which the project will leverage570 public and private sector funds.

(j) The board shall establish program guidelines that require matching funds on all funded projects. A minimum of 10 percent of matching funds shall be provided by private, non-governmental sources. Total matching funds required may not be required to exceed 25 percent of awarded state funds, although additional consideration may be provided to projects that exceed this amount.

578 (k) In the event that a recipient of funding provided 579 by this section fails to provide the proposed project in 580 accordance with the guidelines set forth by the board, any 581 equipment, supplies, or materials acquired with the funding 582 shall be transferred to the Alabama Home Builders Foundation 583 for redistribution to public or private programs that provide 584 construction trade education to high school, postsecondary, or 585 adult learners supported by this section.

(1) Any and all proceeds from the sale of equipment, supplies, or materials acquired through academy funding shall go into the fund."



589 Section 3. Sections 34-14A-12.1 and 34-14A-12.2 are 590 added to the Code of Alabama 1975, to read as follows: 591 \$34-14A-12.1

Beginning January 1, 2027, a residential home builder within this state who constructs, renovates, or repairs a residence or structure shall do so in accordance with the applicable residential building code adopted pursuant to Section 34-14A-12 or, if applicable, the local jurisdiction's residential building code.

598 \$34-14A-12.2

599 (a) Beginning on October 1, 2024, the Home Builders Licensure Board and any other state, municipal, or county 600 601 governing body may not adopt or amend a building code, 602 ordinance, resolution, or rule that would restrict a 603 consumer's ability to elect to install, by the consumer's choice and for a fee, or require the installation of, a 604 605 residential fire sprinkler system in any residence or 606 structure as defined by this chapter.

(b) Notwithstanding subsection (a), a county commission
or municipal governing body that adopted any ordinance,
resolution, or other building code on or before March 9, 2010,
relating to the installation of a residential fire sprinkler
system, may continue to enforce or amend the ordinance,
resolution, or building code.

613 Section 4. Article 2, commencing with Section 614 34-14A-41, is added to Chapter 14A of Title 34, Code of 615 Alabama 1975, to read as follows:

616 Article 2.



617 §34-14A-41

(a) (1) The Alabama Residential Building Code Division
is established within the Home Builders Licensure Board. The
executive director of the board may employ staff as necessary
to carry out the duties of the division.

(2) The board may coordinate with the state energy
office to identify and apply for funds from federal grant
programs and other applicable funding sources authorized by
law.

(b) The division shall be responsible for taking action
upon any and all recommendations made by the Alabama
Residential Building Code Advisory Council and ratified by the
board for the furtherance of its statutory purpose.

630 §34-14A-42

The executive director of the board may employ staff necessary to carry out the duties of the division, including a division administrator, programs support personnel, administrative support personnel, and any other personnel necessary to carry out the statutory purpose of the division for the administration and implementation of the Alabama Residential Building Code.

638 §34-14A-43

(a) The division shall use funds distributed to the
Alabama Residential Building Code Fund for the purpose of
administering the Alabama Residential Building Code.

(b) Subject to availability of funds and upon request
from a local jurisdiction, the division shall provide matching
funds to local jurisdictions that have also applied for funds



645 from federal grant programs and other applicable funding 646 sources authorized by law to support local adoption and 647 implementation of the Alabama Residential Building Code.

(c) The division shall work with the State Energy
Office to ensure that all applicable federal regulations
regarding the residential energy code are met.

651

§34-14A-44

(a) The Alabama Residential Building Code Fund is
established within the State Treasury. The fund shall be
administered by the board for the administration and operation
of the division.

(b) Receipts deposited into the fund shall be disbursed
only by warrants of the state Comptroller drawn upon the State
Treasury on itemized vouchers approved by the executive
director of the board.

(c) No funds shall be withdrawn or expended except as
budgeted and allotted according to Sections 41-4-80 to
41-4-96, inclusive, and 41-19-1 to 41-19-12, inclusive, and
only in amounts as stipulated in the general appropriations
act, other appropriation acts, or this section.

665 (d) At the end of each fiscal year, any unencumbered 666 balance of up to 25 percent of the amount appropriated for 667 that fiscal year shall not revert to the State General Fund 668 under Section 41-4-93, but shall carry over to the next fiscal 669 year within the Alabama Residential Building Code Fund, and 670 any unencumbered balance over 25 percent of the amount appropriated for that fiscal year shall revert to the State 671 672 General Fund.



673	Section 5. Article 3, commencing with Section
674	34-14A-80, is added to Chapter 14A of Title 34, Code of
675	Alabama 1975, to read as follows:
676	Article 3.
677	\$34-14A-80
678	(a) The Alabama Residential Building Code Advisory
679	Council is established.
680	(b) The council shall consist of the following members:
681	(1) The State Fire Marshal, or his or her designee.
682	(2) The Director of the Emergency Management Agency, or
683	his or her designee.
684	(3) The Executive Director of the Home Builders
685	Licensure Board, or his or her designee.
686	(4) One member appointed by the Home Builders Licensure
687	Board.
688	(5) One member appointed by the State Board of Heating,
689	Air Conditioning, and Refrigeration Contractors.
690	(6) One member appointed by the State of Alabama
691	Plumbers and Gas Fitters Examining Board.
692	(7) One member appointed by the Governor to represent
693	the private, investor-owned, electric utility industry.
694	(8) One member appointed by the Governor to represent
695	the natural gas industry.
696	(9) One member appointed by the Governor to represent
697	the property and casualty insurance industry.
698	(10) One member appointed by the Governor to represent
699	the consumers of the state.
700	(11) One member appointed by the American Council of



701 Engineering Companies of Alabama.

702 (12) One member appointed by the Alabama League of703 Municipalities.

704 (13) One member appointed by the Association of County705 Commissions of Alabama.

706 (14) One member appointed by the Alabama Council of the 707 American Institute of Architects.

708 (15) One member appointed by the Home Builders709 Association of Alabama.

710 (16) One member appointed by the Code Officials711 Association of Alabama.

712 (17) One member appointed by the Alabama Rural Electric713 Association of Cooperatives.

(c) Membership of the council shall be inclusive and reflect the racial, gender, geographic, urban, rural, and economic diversity of the state.

(d) The initial appointments shall begin January 1, 2025. Appointments shall be for a term of six years. Each appointee may be reappointed for one second six-year term. Each of the appointed members of the council shall be appointed for a six-year term and may be reappointed for a second six-year term.

723 §34-14A-81

(a) The first meeting of the council shall be called by the executive director of the Home Builders Licensure Board no later than March 1, 2025. The executive director shall preside until a chair and a vice chair are selected by the council. The council shall elect from its own members a chair, a vice



729 chair, and other officers as it may deem desirable.

730 (b) The council shall hold meetings at the call of the 731 chair of the council to propose a recommended Alabama 732 Residential Building Code to the Home Builders Licensure 733 Board. Thereafter, the council shall meet from time to time, 734 at the call of the chair of the council or at the request of 735 the executive director of the board, to consider updates and 736 amendments to the code. Meetings shall be held at a time and place as designated or specified in its rules. 737

738 (c) A majority of the members of the council shall 739 constitute a quorum at all of its meetings, and adoption or resolution of any business shall require the concurrence of a 740 741 majority of all members of the council. An agenda for the meetings in sufficient detail to indicate the terms on which 742 743 final action is contemplated shall be submitted by the administrator to the chair, vice chair, and council members 744 745 prior to the meeting.

(d) All meetings of the council shall be held in
accordance with the Alabama Open Meetings Act, Chapter 25A of
Title 36.

(e) The administrator of the Alabama Residential Building Code Division shall serve as ex officio secretary of the council, keep a record of the proceedings of all council meetings, and perform other duties as may be directed by the council.

(f) The council may establish committees among its membership, as it deems necessary, to assist in the conduct of its business.



757 \$34-14A-82

(a) By October 1, 2025, the council shall submit to the
Home Builders Licensure Board for adoption the proposed
Alabama Residential Building Code. The board may adopt or
reject the code as proposed by the council.

762 (b) The proposed Alabama Residential Building Code, and 763 any subsequent amendment to the code, shall be based upon a 764 published edition of the Alabama Energy and Residential Code 765 as adopted and amended from the International Residential Code 766 (IRC) and the International Energy Conservation Code (IECC). 767 Subsequent recommendations for adoptions or amendments to the Alabama Residential Building Code shall be based upon 768 769 published editions of the IRC and IECC. In addition, the 770 council shall take into consideration provisions for sealed 771 roof decks and related roof construction standards contained in either the Coastal Construction Code Supplement or the 772 773 Inland Construction Code Supplement as well as standards 774 related to energy efficiency pertaining to residential construction. 775

(c) The council shall make recommendations with respect to all matters pertaining to the implementation of the Alabama Residential Building Code.

(d) When adopted by the board, recommendations of thecouncil shall be administered by the division.

781 \$34-14A-83

782 At the direction of the board, the council may perform 783 any of the following:

784 (1) Propose to the board for consideration of adoption



785 of an Alabama Residential Building Code and Alabama786 Residential Energy Code or amendments to the codes.

(2) Evaluate, assess, advise, and counsel the division
on the Alabama Residential Building Code and Alabama
Residential Energy Code and the impact of the codes upon the
economy and the environment.

(3) Solicit and enlist the cooperation of all
appropriate private-sector and community-based organizations
to implement this article.

(4) Make continuing studies, evaluations, and surveys,
upon the request of the board, of the needs and impacts of the
Alabama Residential Building Code and Alabama Residential
Energy Code.

(5) Adopt rules for the conduct of the council
meetings, procedures, and execution of the purpose, functions,
powers, and duties delegated to it by this section.

801 (6) Conduct a program of public information in order to 802 inform the units of local government, residential home 803 builders, and the residents of the state on the importance of 804 the residential building and energy codes.

805 (7) The council shall work with the state energy office 806 to review applicable federal regulations regarding the 807 residential energy codes and any amendments thereto, and upon 808 notification of any applicable federal regulation or law, 809 consider and review the most recent published version of the 810 Alabama Residential Building Code and Alabama Residential 811 Energy Code.

812

Section 6. Article 3, commencing with Section 34-8-50,



813 is added to Chapter 8 of Title 34, Code of Alabama 1975, to 814 read as follows:

815 Article 3.

\$34-8-50

817 As used in this article, the following terms shall have 818 the following meanings:

819 (1) ALABAMA COMMERCIAL ENERGY CODE. The commercial
820 energy code adopted by the board, and any subsequent
821 amendments, editions, changes, or recompilations thereof.

822 (2) BOARD. The State Licensing Board for General823 Contractors.

824 (3) COMMITTEE. The Alabama Commercial Energy Code825 Advisory Committee.

826 (4) DIVISION. The Alabama Commercial Energy Code
827 Division established within the State Licensing Board for
828 General Contractors.

\$29 \$34-8-51

(a) The Alabama Commercial Energy Code Division is
established within the State Licensing Board for General
Contractors.

(b) The division shall be responsible for administering
meetings of the Alabama Commercial Energy Code Advisory
Committee and advising the board on recommendations made by
the committee for adoption of the Alabama Commercial Energy
Code.

838 (c) The executive director of the board may employ
839 staff as necessary to carry out the duties of the division.
840 (d) The board may apply for funds from federal grant



841 programs and other applicable funding sources authorized by 842 law.

(e) The division and its duties shall expire upon
sunset of the board unless expressly reauthorized by the
Legislature.

\$46 \$34-8-52

847 (a) The Alabama Commercial Energy Code Advisory
848 Committee is established within the Alabama Commercial Energy
849 Code Division of the State Licensing Board for General
850 Contractors.

851 (b) The committee shall consist of the following 852 members:

853 (1) The Commissioner of Insurance, or his or her854 designee.

855 (2) The Director of the Division of Construction
856 Management within the Department of Finance, or his or her
857 designee.

858 (3) The State Fire Marshal, or his or her designee.
859 (4) One member appointed by the State Licensing Board
860 for General Contractors.

861 (5) One member appointed by the Alabama Board for862 Registration of Architects.

863 (6) One member appointed by the Alabama Board of
864 Licensure for Professional Engineers and Professional Land
865 Surveyors.

866 (7) One member appointed by the Alabama Electrical867 Contractors Board.

868 (8) One member appointed by the Alabama Board of



869 Heating, Air Conditioning, and Refrigeration Contractors.

870 (9) One member appointed by the Governor to represent871 the private, investor-owned, electric utility industry.

872 (10) One member appointed by the Alabama Rural Electric873 Association of Cooperatives.

874 (11) One member appointed by the Code Officials875 Association of Alabama.

876 (12) One member appointed by the Alabama League of877 Municipalities.

878 (13) One member appointed by the Association of County879 Commissions of Alabama.

(c) The members appointed to the committee shall be legal residents of the state and the appointing authorities shall coordinate appointments to reflect the racial, gender, geographic, urban, rural, and economic diversity of the state.

(d) Each member of the committee shall be appointed for
a five-year term, with initial terms to begin on January 1,
2025, and may be reappointed for a second five-year term.

\$34-8-53

(a) The first meeting of the committee shall be called by the executive director of the board as soon as practicable after January 1, 2025. The executive director of the board, or his or her designee, shall preside until a chair and a vice chair are selected by the committee. The committee shall elect annually from its own members a chair, a vice chair, and other officers as it may deem desirable.

(b) The committee shall hold a regular meeting at leastonce during each calendar year at a time and place designated



by the board or specified by the committee. Special or additional meetings may be held upon the call of the chair, a call signed by at least seven members, or the call of the executive director of the board. All meetings of the committee shall be held in accordance with the Alabama Open Meetings Act, Chapter 25A of Title 36.

903 (c) A majority of the members of the committee shall 904 constitute a quorum at all meetings, and adoption or 905 resolution of any business shall require the concurrence of a 906 majority of all members of the committee.

907 (d) The committee may establish subcommittees among its 908 membership, as it deems necessary, to assist in the conduct of 909 its business.

910 (e) The committee may adopt bylaws for the conduct of
911 the meetings, procedures, and execution of the purpose,
912 functions, powers, and duties delegated to it by the board.

913 \$34-8-54

The committee shall make recommendations to the board with respect to the acceptance, adoption, and implementation of the Alabama Commercial Energy Code. In so doing, the committee may perform any of the following functions:

918 (1) Propose to the board for consideration of adoption 919 of an Alabama Commercial Energy Code or amendments to the code 920 no less than two years after the date of publication of the 921 most recent version of the code.

922 (2) Evaluate, assess, advise, and counsel the board or 923 division on the Alabama Commercial Energy Code and the impact 924 of the code upon the economy and the environment.



925 (3) Solicit and enlist the cooperation of all 926 appropriate private-sector and community-based organizations 927 for input and information to carry out its duties and 928 implement this article.

929 (4) Make continuing studies, evaluations, and surveys,
930 on its own initiative or upon the request of the board, of the
931 needs and impacts of the Alabama Commercial Energy Code.

932 (5) Make recommendations to the division for the 933 enactment of additional legislation or rules as it deems 934 necessary.

935 (6) Work with the State Energy Office to review
936 applicable federal regulations regarding the commercial energy
937 code.

938 \$34-8-55

939 (a) By December 31, 2025, the committee shall submit to
940 the board for adoption the proposed Alabama Commercial Energy
941 Code. Thereafter, the committee shall review and propose
942 adoption of the code or amendments to the code no less than
943 two years after the date of publication of the most recent
944 version of the code.

945 (b) The proposed Alabama Commercial Energy Code, and
946 any amendments, changes, editions, or recompilations thereof,
947 shall be based upon the most recent versions of the
948 International Energy Conservation Code (IECC) or the
949 ANSI/ASHRAE/IES Standard 90.1.

950 (c) The board shall review the proposed Alabama
951 Commercial Energy Code from the committee and publish the
952 final version of the Alabama Commercial Energy Code.



953 Section 7. Article 5, comprised of Sections 41-23-80
954 through 41-23-85, Code of Alabama 1975, relating to the
955 Alabama Energy and Residential Codes Board within the Alabama
956 Department of Economic and Community Affairs, is repealed.

957 Section 8. (a) A local building code adopted or amended 958 by any county or municipality after January 1, 2027, shall 959 meet the minimum standards of the Alabama Residential Building 960 Code in effect at the time of the local building code adoption 961 or amendment and shall not exceed the energy provisions of the 962 Alabama Residential Building Code, unless compliance with any 963 federal mandate requires such adoption or amendment.

(b) A county commission or municipality shall provide
to the board a copy of any resolution, ordinance, or agreement
adopted pursuant to Section 11-40-10(b)(2), Code of Alabama
1975, within 10 business days of its adoption.

968 Section 9. This act shall become effective on October 969 1, 2024.