

GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2013

H.B. 834  
Apr 10, 2013  
HOUSE PRINCIPAL CLERK

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HOUSE DRH10201-LUFqq-40A (01/11)

Short Title: Amend Locksmith License Act/Raise Fee Ceiling. (Public)

Sponsors: Representative Collins.

Referred to:

1 A BILL TO BE ENTITLED  
2 AN ACT AMENDING THE LOCKSMITH LICENSING ACT, EXPANDING THE  
3 AUTHORITY OF THE LOCKSMITH LICENSING BOARD TO REGULATE  
4 INSTITUTIONAL LOCKSMITHS, AND RAISING THE CEILING ON CERTAIN FEES.

5 The General Assembly of North Carolina enacts:

6 SECTION 1. G.S. 74F-3 reads as rewritten:

7 "§ 74F-3. Licenses required.

8 No person shall perform or offer to perform locksmith services in this State unless the  
9 person has been licensed under the provisions of this Chapter. No person shall possess any  
10 locksmith tools as defined under G.S. 74F-4(6), unless the person is licensed as a locksmith  
11 under this Chapter or exempt from the provisions of this Chapter. Every person providing  
12 locksmith services as defined under G.S. 74F-4(5) to buildings containing medical records,  
13 pharmaceutical records, educational records, criminal records, voting records, tax records, legal  
14 records, or personnel records, including any person providing locksmith services who is  
15 employed by or working for a school, college, university, hospital, company, institution,  
16 government facility, or multi-family unit, such as an apartment or condominium, shall be  
17 licensed in accordance with the provisions of this Chapter. A violation of this section is a Class  
18 31 misdemeanor unless the conduct is covered under some other provision of law providing  
19 greater punishment for the first offense. Any subsequent offense is a Class I felony."

20 SECTION 2. G.S. 74F-4 reads as rewritten:

21 "§ 74F-4. Definitions.

22 The following definitions apply in this Chapter:

- 23 (1) Apprentice. – A person who has been issued an apprenticeship designation  
24 by the Board.  
25 (1a) Board. – The North Carolina Locksmith Licensing Board.  
26 (2) Code book. – A compilation, in any form, of key codes and combinations.  
27 (3) License. – A certificate issued by the Board recognizing the person named  
28 therein as having met the requirements to perform locksmith services as  
29 defined in this Chapter.  
30 (4) Locksmith. – A person who has been issued a license by the Board.  
31 (5) Locksmith services. – Repairing Services that include repairing, rebuilding,  
32 rekeying, repinning, servicing, adjusting, or installing locks, mechanical or  
33 electronic locking devices, access control devices, egress control devices,  
34 safes, vaults, and safe-deposit boxes for compensation or other  
35 consideration, including services performed by safe technicians. The  
36 definition also includes any method of bypassing a locking mechanism of



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any kind, whether in a commercial, residential, or automotive setting, for compensation.

- (6) Locksmith tools. – Any tools that are designed or used to open a mechanical or electrical locking device in a way other than that which was intended by the manufacturer."

SECTION 3. G.S. 74F-6 is amended by adding a new subdivision to read:

§ 74F-6. Powers of the Board.

The Board shall have the power and duty to:

- (17) Authorize the chair, by majority vote, to issue subpoenas allowing the Board to obtain the records of a person or company offering locksmith services, including an employee of a company, a contractor, or subcontractor. The records obtained shall include invoices and receipts, specifically any invoices and receipts that pertain to locksmith tools, equipment, or parts."

SECTION 4. G.S. 74F-9 reads as rewritten:

§ 74F-9. Fees.

The Board shall establish fees not exceeding the following amounts:

- (1) Issuance of a license \$100.00\$300.00
(2) Renewal of a license \$100.00\$300.00
(3) Examination \$200.00
(4) Reinstatement \$150.00\$250.00
(5) Late fees \$150.00\$300.00
(6) Apprentice license fee \$100.00\$300.00
(7) Apprentice transfer fee \$25.00."

SECTION 5. G.S. 74F-10(b) reads as rewritten:

(b) All licenses shall expire three years after the date they were issued unless renewed. All applications for renewal shall be filed with the Board and shall be accompanied by the renewal fee as required by G.S. 74F-9. A license that has expired for failure to renew may be reinstated after the applicant pays the late and reinstatement fees as required by G.S. 74F-9. If an applicant whose license has expired can show good cause to the Board the reason for allowing the license to expire, the Board, in its discretion, may adjust the renewal and reinstatement fees accordingly."

SECTION 6. G.S. 74F-12(b) reads as rewritten:

(b) Every person advertising locksmith services performed by the person shall include in the advertisement the identification number that is printed on the license issued by the Board. All advertisements for locksmith services shall include a valid license number issued by the Board. The license number of the owner of the locksmith company shall satisfy the requirements of this subsection."

SECTION 7. G.S. 74F-15 reads as rewritten:

§ 74F-15. Disciplinary procedures.

(a) The Board may deny or refuse to renew, suspend, or revoke a license or apprenticeship designation if the licensee, apprentice, or applicant:

- (1) Gives false information to or withholds information from the Board in procuring or attempting to procure a license.
(2) Has been convicted of or pled guilty or no contest to any of the crimes listed in G.S. 74F-18(a)(2).
(3) Has demonstrated gross negligence, incompetency, or misconduct in performing locksmith services.
(4) Has willfully violated any of the provisions of this Chapter.

1       (b) The Board may assess the costs of disciplinary action, including attorneys' fees,  
2 against an applicant or licensee found to be in violation of this Chapter or rules adopted by the  
3 Board."

4       **SECTION 8.** G.S. 74F-16 reads as rewritten:

5       "**§ 74F-16. Exemptions.**

6       The provisions of this Chapter do not apply to:

7           (1) An employee of a licensed locksmith when acting under the direct control  
8 and supervision of the licensed locksmith. For purposes of this subdivision,  
9 "direct control and supervision" means that a licensed locksmith is required  
10 to physically accompany the employee to the premises where locksmith  
11 services are to be performed.

12          (1a) An employee of a locksmith company performing administrative duties only.  
13 For purposes of this section,"administrative duties" means managing the  
14 daily operations of an office in a locksmith company, including performing  
15 clerical tasks, answering telephones, and greeting customers.

16           (2) A person working as an apprentice pursuant to G.S. 74F-7.1.

17           (3) A person or business required to be licensed or registered by the North  
18 Carolina Alarm Systems Licensing Board pursuant to Chapter 74D of the  
19 General Statutes, when acting within the scope and course of the alarm  
20 systems license or registration.

21           (4) ~~An employee of a towing service or an automotive repair business providing~~  
22 ~~services in the normal course of its business, a reposessor, a taxi cab~~  
23 ~~service, a~~ A person or business providing any of the following services so  
24 long as the person or business does not represent himself, herself, or itself as  
25 a locksmith:

26           a. A towing service, or its employee, when providing lockout service  
27 for a motor club or when necessary to move or tow a vehicle.

28           b. An automotive repair business, or its employee, when opening a  
29 vehicle to perform service on the vehicle.

30           c. A repossessing company, or its employee, while repossessing a  
31 vehicle.

32           d. A motor vehicle dealer as defined in G.S. 20-286(11), or a motor  
33 club as defined in G.S. 58-69-1 when opening automotive locks in  
34 the normal course of their duties, so long as the employee does not  
35 represent himself or herself as a locksmith.the dealer or club's  
36 business duties.

37           (5) A property owner, or the owner's employee, when providing locksmith  
38 services on the property owner's property, so long as the owner or employee  
39 does not represent himself or herself as a locksmith. For purposes of this  
40 section, "property" ~~means, but is not limited to, a hotel, motel, apartment,~~  
41 ~~econdominium, commercial rental property, and residential rental~~  
42 ~~property.~~means a single family unit or a single family rental unit.

43           (6) A merchant, or retail or hardware store, when ~~it lawfully the merchant or~~  
44 ~~store lawfully~~ (i) rekeys a lock at the time of sale of the lock or (ii)  
45 duplicates keys or installs, services, repairs, rebuilds, reprograms, rekeys, or  
46 maintains locks in the normal course of its business,a key, except for  
47 duplicating a transponder-type key that requires programming, so long as the  
48 merchant or store does not represent himself, herself, or itself as a locksmith.

49           (7) A member of a law enforcement agency, fire department, or other  
50 government ~~agency who, when acting within the scope and course of the~~  
51 ~~member's employment with the agency or department, opens locked doors to~~

- 1 ~~vehicles, homes, or businesses.~~agency only when opening a locked door to a  
2 vehicle, home, or business in a life-threatening emergency or during the  
3 investigation of a crime.
- 4 (8) A salesperson while demonstrating the use of locksmith tools to persons  
5 licensed under this Chapter.
- 6 (9) A general contractor licensed under Article 1 of Chapter 87 of the General  
7 Statutes when acting within the scope and course of the general contractor  
8 license, or an agent or subcontractor of a licensed general contractor when  
9 acting within the ordinary course of business.
- 10 (10) A person or business when lawfully installing or maintaining a safety lock  
11 device on a wastewater system when the safety lock device is required by  
12 permit or requested by the owner of the wastewater system, provided the  
13 person or business does not represent itself as a locksmith. For purposes of  
14 this subdivision, "wastewater system" has the same meaning as in  
15 G.S. 130A-334.
- 16 (11) Any person or firm that sells gun safes or locking devices for firearms ~~when~~  
17 ~~acting within the scope and~~during the course of the sale of gun safes or  
18 locking devices for ~~firearms.~~firearms, so long as the person or firm, or the  
19 firm's employee, does not represent himself, herself, or itself as a locksmith.
- 20 (12) A person while performing a locksmith service in an emergency situation  
21 without receiving any compensation for this service and who does not  
22 advertise those services."

23 **SECTION 9.** This act is effective when it becomes law.