

## **AGENDA ITEM**

April 18, 2023

Subject: Contractor Liability coverage for Business Licensing

Department: Administration

Our current municipal code requires plumbers and electricians to provide proof of general liability insurance (Section 25A-4 & Section 11-19) before a business license is issued.

This update will require plumbers, electricians as well as general and special contractors and subcontractors to provide proof of liability insurance coverage before issuing a Business License.

### **Manager Notes:**

- Most other Cities in our area (Lamar, Butler, Web City Joplin, Neosho) require liability insurance for all contractors before issuing a Business License.

**BILL NO. 2023-037**

**ORDINANCE NO.**

**A GENERAL ORDINANCE OF THE CITY OF NEVADA, MISSOURI AMENDING  
CHAPTER 16, ARTICLE I, SECTION 16-10 OF THE MUNICIPAL CODE.**

**BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF NEVADA, MISSOURI  
THAT:**

Section 1. Section 16-10 Application is to be amended as follows with the addition of (f):

(f) Employers' liability insurance coverage is required with the following minimum amounts of liability: bodily injury liability, \$100,000.00 per person and \$300,000.00 per accident; and property damage liability, \$25,000.00 per accident. Such certificates shall be from the insurance company with the City of Nevada listed as the certificate holder, and shall be in force and effect at all times. Should any such policy be canceled, the City shall be notified of such cancellation not less than thirty (30) days prior to the effective date of cancellation. Failure to maintain current certificate constitutes automatic forfeiture of license.

Section 2. This ordinance shall be in full force and effect from and after its date of passage.

**PASSED, APPROVED AND ADOPTED** by the City Council of the City of Nevada Missouri, this \_\_\_\_\_ day of May, 2023.

(seal)

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KENDALL VICKERS, MAYOR

ATTEST:

\_\_\_\_\_  
CYNTHIA DYE, CITY CLERK

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## Sec. 16-10. Application.

Every person required to procure a license under the provisions of this Code or any other ordinance shall submit an application for such license to the city license officer. The application shall:

- (a) Be a written statement upon forms provided by the license officer. Such form shall include an affidavit, to be sworn to by the applicant before any person authorized to administer an oath by the laws of this state.
- (b) Require the disclosure of all information necessary for compliance with section 16-9 and of any other information which the city license officer shall find to be reasonably necessary to the fair administration of this chapter.
- (c) Be accompanied by the full amount of the fees chargeable for such license.
- (d) For construction industry contractors, unless exempt under RSMo § 287.061, be accompanied by a certificate of insurance for workers' compensation coverage if the applicant for the license is required to cover his liability for workers' compensation under RSMo ch. 287, or a statement explaining why the applicant is not subject to the state Workers' Compensation Act.
- (e) Be accompanied by proof of issuance of a retail sales license by the state director of revenue if the applicant is subject to liability for the collection of sales or use taxes under the state Sales Tax Law, RSMo ch. 144, or an explanation stating why applicant is not a business subject to the requirements thereof.
- (f) **Employers' liability insurance coverage is required with the following minimum amounts of liability: bodily injury liability, \$100,000.00 per person and \$300,000.00 per accident; and property damage liability, \$25,000.00 per accident. Such certificates shall be from the insurance company with the City of Nevada listed as the certificate holder, and shall be in force and effect at all times. Should any such policy be canceled, the City shall be notified of such cancellation not less than thirty (30) days prior to the effective date of cancellation. Failure to maintain current certificate constitutes automatic forfeiture of license.**

(Code 1998, § 16-10; Ord. No. 2304, § 7; Ord. No. 3988, § 1, 12-20-1994; Ord. No. 4322, § 1, 11-17-1998; Ord. No. 7973, § 2, 5-6-2014)