

CITY OF SANTA CLARITA BUILDING & SAFETY DIVISION 23920 Valencia Boulevard, Suite 140 Santa Clarita, CA 91355 (661) 255-4935

Notice to Building Owner

Dear Property Owner:

An application for a building permit has been submitted in your name listing yourself as the builder of the property improvements specified at _____.

The City is providing you with an Owner-Builder Acknowledgment and Information Verification form to make you aware of your responsibilities and possible risk you may incur by having this permit issued in your name as the "Owner-Builder".

The City will not issue a building permit until you have read, initialed your understanding of each provision, signed, and returned this form to us at our official address indicated. An agent of the owner cannot execute this notice unless you, the building owner, obtain the prior approval of the permitting authority.

OWNER'S ACKNOWLEDGEMENT AND VERIFICATION OF INFORMATION

DIRECTIONS: Read and initial each statement below to signify you understand or verify this information.

1. I understand a frequent practice of unlicensed persons is to have the building owner obtain an Owner-Builder building permit that erroneously implies that the building owner is providing his or her own labor and material personally. I, as an Owner-Builder, may be held liable and subject to serious financial risk for any injuries sustained by an unlicensed person and his or her employees while working on my property. My homeowner's insurance may not provide coverage for those injuries. I am willfully acting as Owner-Builder and aware of the limits of my insurance coverage for injuries to workers on my property.

2. I understand building permits are not required to be signed by building owners unless they are *responsible* for the construction and are not hiring a licensed contractor to assume this responsibility.

3. I understand as an Owner-Builder, I am the responsible party of record on the permit. I understand that I may protect myself from potential financial risk by hiring a licensed contractor and having the permit filed in his or her name instead of my own.

4. I understand Contractors are required by law to be licensed and bonded in California and to list their license numbers on permits and contracts.

5. I understand if I employ or otherwise engage any persons, other than California licensed Contractors, and the total value of my construction is at least five hundred dollars (\$500), including labor and materials, I may be considered an "employer" under state and federal law.

6. I understand if I am considered an "employer" under state and federal law, I must register with the state and federal government, withhold payroll taxes, provide workers' compensation disability insurance, and contribute to unemployment compensation for each "employee." I also understand my failure to abide by these laws may subject me to serious financial risk.

7. I understand under the California Contractors' State License Law, an Owner-Builder who builds single family residential structures, cannot legally build them with the intent to offer them for sale, unless *all* work is performed by licensed subcontractors and the number of structures does not exceed four within any calendar year, or all of the work is performed under contract with a licensed general building Contractor.

8. I understand as an Owner-Builder, if I sell the building for which this permit is issued, I may be held liable for any financial or personal injuries sustained by any subsequent owner(s) that result from any latent construction defects in the workmanship or materials.

9. I understand I may obtain more information regarding my obligations as an "employer" from the Internal Revenue Service, the United States Small Business Administration, the California Department of Benefit Payments, and the California Division of Industrial Accidents. I also understand I may contact the California Contractor's State License Board (CSLB) at 1-800-321-CSLB (2752) or <u>www.cslb.ca.gov</u> for more information about licensed contractors.

10. I am aware of and consent to an Owner-Builder building permit applied for in my name, and understand that I am the party legally and financially responsible for proposed construction activity at the following address:

_____11. I agree that, as the party legally and financially responsible for this proposed construction activity, I will abide by all applicable laws and requirements that govern Owner-Builders as well as employers.

12. I agree to notify the issuer of this form immediately of any additions, deletions, or changes to any of the information I have provided on this form.

Laws designed to protect the public regulate licensed contractors. If you contract with someone who does not have a license, the Contractors' State License Board may be unable to assist you with any financial loss you may sustain because of a complaint. Your only remedy against unlicensed contractors may be in civil court. It is also important for you to understand that if an unlicensed contractor or employee of that individual or firm is injured while working on your building, you may be held liable for damages. If you obtain a permit as Owner-Builder and wish to hire contractors, you will be responsible for verifying whether or not those contractors are properly licensed and the state of their workers' compensation insurance coverage.

Before a building permit can be issued, this form must be completed and signed by the building owner and returned to the agency responsible for issuing the permit.

NOTE: A copy of the driver's license of the building owner, form notarization, or other verification acceptable to the agency is required to be presented when the permit is issued to verify the building owner's signature.

Signature of building owner:

Date:

SEC. 3. Section 19830 of the Health and Safety Code is repealed. SEC. 4. Section 19831 of the Health and Safety Code is repealed. SEC. 5. Section 19832 of the Health and Safety Code is repealed.