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OFFICE OF THE

2ND FLOOR, KANSAS JU

ROBERT T. STEPHAN ATTORNEY GENERAL

October 28, 1980

MAIN PHONE: (913) 296-2215 CONSUMER PROTECTION: 296-3751

ATTORNEY GENERAL OPINION NO. 80-235

Ms. Jean A. Martin Executive Secretary Kansas State Board of Technical Professions Suite 1105, 535 Kansas Avenue Topeka, Kansas 66603

Re:

State Boards, Commissions and Authorities--State Board of Technical Professions--Practice of Technical Professions

Synopsis: Even though facilities constructed by a corporation, including "bodies politic and corporate," are to be used by the general public, in-house professional services performed in connection therewith by employees of such corporation are performed "solely for the benefit of the corporation." Under these circumstances, such corporations and bodies politic and corporate are exempt from the registration requirements of the Technical Professions Act, as prescribed by Section 1(d) of Chapter 244 of the 1980 Session Laws. Cited herein: K.S.A. 1979 Supp. 74-7035 and L. 1980, ch. 244, §1.

Dear Ms. Martin:

You request the opinion of this office as to whether the provisions of 1980 House Bill No. 3269 [L. 1980, ch. 244] require general corporations and "bodies politic and corporate" that employ inhouse professional services in connection with the construction of facilities which are used by the general public, to register pursuant to the provisions of the Act. Since the Act does not distinguish between types of corporations, we shall consider the application of this bill to the respective types of corporations (general and bodies politic) as one question.

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The act, as passed by the 1980 Legislature, requires those corporations which desire to practice technical professions to be certified by the Kansas Board of Technical Professions. However, section 1(d) of this act provides an exemption. It states in pertinent part:

"The requirements of this section shall not affect a corporation and its employees in performing services included within the term 'technical professions' solely for the benefit of such corporation or subsidiary or affiliated corporations."

The essential consideration thus becomes the characterization of the services being offered; if said services are soley for the benefit of the corporation the requirements of this new law are not applicable.

The Kansas Board of Technical Professions was established to license and monitor the activities of those technical professionals who offer their services to the public. A similar provision to that of section 1(d) of the new law is found in K.S.A. 1979 Supp. 74-7035(d), which provides that the provisions of the Technical Professions Act shall not apply to "the practice of persons who are employees of any person, firm or corporation who do not offer to the public their services in the technical professions as herein defined . . . "

In comparing these provisions, we are of the opinion that the phrase "solely for the benefit of such corporation" was meant to exempt the same type of activity that is exempted in K.S.A. 1979 Supp. 74-7035(d). In this regard Attorney General Opinion No. 80-91 should be noted. Therein we concluded that persons employed by the Kansas State Park and Resources Authority who do not offer engineering services to the public were not subject to the licensing requirements of K.S.A. 1979 Supp. 74-7001 et seq.

In our judgment, the professional services in question are performed solely for the corporate entity. We are unable to characterize the performance of these in-house services as the offering of services to the public merely because members of the general public may set foot in or near the facilities constructed by the corporation. Such does not constitute the offering of services to the public, nor does it establish such services as having been performed for persons other than the corporate entity.

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Your concern for the public welfare is laudatory; however, the law provides generally for the protection of the public by extending tort liability to the corporation where negligence of its employees results in injury to the public.

Thus, it is our opinion that even though facilities constructed by a corporation, including "bodies politic and corporate," are to be used by the general public, in-house professional services performed in connection therewith by employees of such corporation are performed "solely for the benefit of the corporation." Under these circumstances, such corporations and bodies politic and corporate are exempt from the registration requirements of the Technical Professions Act, as prescribed by Section 1(d) of Chapter 244 of the 1980 Session Laws.

Very truly yours,

ROBERT T. STEPHAN

Attorney General of Kansas

Michael D. Kracht

Assistant Attorney General

RTS:BJS:MDK:jm