

PRACTICE EXAM 18: OREGON CCB SIMULATION (80 QUESTIONS)

80 Multiple-Choice Questions | 200 Minutes | Open-Book Format

1. A contractor is preparing a business plan for a new construction company in Oregon. The plan includes projected revenue, operating expenses, and profit margins for the first three years. Which financial document within the business plan best demonstrates the company's ability to meet short-term financial obligations as they come due?

- A. The income statement showing projected annual revenue minus operating expenses over the three-year planning period
- B. The balance sheet showing total assets, total liabilities, and owner's equity at a specific point in time for the company
- C. The break-even analysis showing the revenue level at which total income equals total expenses with zero net profit
- D. The cash flow projection showing the timing of money coming into and going out of the business on a monthly basis

2. An Oregon contractor holds an active CCB license and is hired to build a residential garage. The contractor begins work before obtaining the required building permit. A neighbor reports the unpermitted construction to the local building department. What is the most likely immediate consequence for the contractor?

- A. The CCB automatically suspends the contractor's license for sixty days upon notification from the building department
- B. The building department issues a stop-work order requiring all construction to cease until the proper permit is obtained
- C. The contractor receives a written warning but is allowed to continue work while the permit application is being processed
- D. The homeowner is fined by the building department because the property owner is solely responsible for permits

3. A contractor is managing a commercial project and needs to evaluate whether to self-perform the concrete work or subcontract it. The contractor's crew can complete the work in twenty-two days at a labor cost of forty-eight thousand dollars plus twelve thousand dollars in equipment rental. A concrete subcontractor bids the same scope for fifty-five thousand dollars all-inclusive. Which additional factor should the contractor consider before making this decision?

- A. The subcontractor's political affiliations and personal background to ensure compatibility with the project team culture
- B. The color of the subcontractor's equipment fleet to ensure visual consistency with the contractor's branded company vehicles
- C. The risk of self-performance including quality responsibility, schedule risk from weather delays, workers' compensation exposure, and the opportunity cost of tying up the crew for twenty-two days
- D. The subcontractor's annual holiday party schedule to avoid scheduling conflicts during the concrete placement phase

4. Under Oregon law, a contractor renovating a home built in nineteen seventy-two must comply with the EPA's Renovation, Repair, and Painting Rule regarding lead-based paint. Which of the following actions satisfies the contractor's obligation under this rule?

- A. Having the contracting firm EPA-certified, assigning a certified renovator to the project, following lead-safe work practices, and providing the homeowner with the required lead paint disclosure pamphlet
- B. Testing only the rooms being renovated for lead paint and proceeding without restrictions if those specific rooms test negative
- C. Wearing standard dust masks during demolition work and disposing of all debris in standard construction dumpsters
- D. Obtaining a signed waiver from the homeowner accepting responsibility for any lead paint exposure during the renovation

5. A contractor installs a residential water heater and connects it to the existing gas supply line. The building inspector requires a pressure test of the gas piping before approving the installation. The contractor argues that the existing gas line was previously tested and the connection point is the only new work. Under Oregon mechanical codes, is the pressure test required?

- A. No, because existing gas lines that have previously passed inspection are grandfathered and do not require retesting for new connections
- B. No, because pressure testing is only required for gas lines exceeding fifty feet in total length from the meter to the appliance
- C. Yes, the new connection and the affected portion of the gas piping system must be pressure tested to verify the integrity of all joints and connections
- D. Yes, but only if the water heater is a tankless model because standard tank water heaters are exempt from gas line testing

6. A general contractor on a commercial project receives a written notice from a subcontractor claiming entitlement to additional compensation for acceleration costs. The subcontractor states that the general contractor directed them to work overtime to recover schedule delays

caused by another trade. Under standard contract terms, when is a subcontractor entitled to acceleration costs?

- A. Only when the subcontractor voluntarily chooses to work overtime without direction from the general contractor
- B. When the general contractor directs the subcontractor to accelerate their work to recover delays not caused by the subcontractor, and the subcontract does not bar recovery of acceleration costs
- C. Only when the project owner issues a written acceleration directive directly to the subcontractor through the architect
- D. Subcontractors are never entitled to acceleration costs because overtime is considered a normal part of construction work

7. A contractor is building a residential addition and the structural engineer specifies a steel moment frame at the corner of the addition to resist lateral loads. The contractor is unfamiliar with steel moment frame construction. What is the contractor's professional obligation in this situation?

- A. Substitute a wood-framed shear wall for the steel moment frame because wood construction is within the contractor's expertise
- B. Delete the moment frame from the scope and rely on the existing building's lateral system to support the addition
- C. Hire a qualified steel erection subcontractor experienced in moment frame construction and ensure the work is inspected per the structural engineer's requirements
- D. Install the moment frame using standard bolted connections without consulting the structural drawings for the specific connection details

8. A contractor's employee is working on a flat commercial roof and steps on a skylight that is not protected by a guardrail or cover. The skylight breaks and the worker falls through to the floor below, suffering serious injuries. Under OSHA regulations, who bears responsibility for this incident?

- A. The skylight manufacturer bears responsibility because the skylight should have been designed to support a worker's weight
- B. The building owner bears sole responsibility because the skylight was part of the existing building before the contractor began work
- C. The injured worker bears responsibility because each employee is required to identify and avoid obvious hazards independently
- D. The employer bears responsibility because OSHA requires skylights to be guarded with standard guardrails or covers capable of supporting worker weight to prevent falls through roof openings

9. Under Oregon lien law, a general contractor completes a commercial project and files a construction lien for unpaid retainage. The property owner pays the lien amount in full. What must the contractor do after receiving payment?

- A. File a lien release or satisfaction of lien with the county recording office to remove the lien from the property's title within the time required by law
- B. Notify the CCB that the lien has been satisfied so the CCB can update the contractor's public complaint record accordingly
- C. Send a copy of the payment receipt to the title company that insured the property at the time of the original purchase
- D. No further action is required because the lien automatically expires once the payment is received by the contractor

10. A contractor is estimating a residential project and must calculate the number of studs needed for a wall. The wall is thirty-six feet long, eight feet high, and requires studs at sixteen inches on center. Including one additional stud for the starting position, approximately how many studs are needed for this single wall plate?

- A. Twenty-two studs based on dividing the wall length by the stud spacing and rounding down to the nearest whole number
- B. Twenty-eight studs based on dividing the wall length by the stud spacing plus one stud for the starting position, plus additional studs for corners, intersections, and window and door framing
- C. Eighteen studs based on the wall length divided by twenty-four inches on center with no additional studs for framing details
- D. Thirty-six studs based on placing one stud per linear foot of wall length regardless of the specified spacing dimension

11. A contractor is hired to install a commercial roof and the specifications require a twenty-year manufacturer's warranty on the roofing system. To obtain this warranty, the manufacturer requires installation by a certified applicator. The contractor is not certified by the roofing manufacturer. What should the contractor do?

- A. Install the roofing system without manufacturer certification and provide a twenty-year warranty from the contracting company instead
- B. Contact the manufacturer and request a temporary certification waiver for this specific project based on the contractor's experience
- C. Subcontract the roofing installation to a contractor who holds the required manufacturer certification to ensure the warranty can be issued
- D. Install the roofing system and submit a warranty application to the manufacturer after the project is complete for post-installation review

12. A contractor is reviewing a construction contract and finds a provision requiring the contractor to maintain builder's risk insurance for the duration of the project. What does builder's risk insurance cover?

- A. Injuries to the contractor's employees that occur on the jobsite during normal construction activities throughout the project
- B. The contractor's general liability for property damage or bodily injury claims from third parties visiting the construction site
- C. The contractor's professional errors and omissions in the design or engineering of the building systems being constructed
- D. Physical loss or damage to the building under construction, materials stored on site, and equipment installed as part of the permanent work

13. A contractor is managing a residential project and discovers that the bathroom tile subcontractor has been using a non-modified thinset mortar in a wet area where the specifications require modified thinset. What is the practical consequence of using non-modified thinset in a wet area?

- A. Non-modified thinset provides stronger adhesion than modified thinset and is actually the preferred product for all wet area applications
- B. Non-modified thinset lacks the polymer additives that provide the flexibility and moisture resistance needed for wet area applications, which may result in tile debonding and water infiltration behind the tile
- C. The only difference between modified and non-modified thinset is the color, which has no impact on performance or longevity
- D. Non-modified thinset requires a longer curing time but provides identical long-term performance to modified thinset products

14. Under Oregon employment law, an employer must maintain accurate records of hours worked by non-exempt employees. A contractor's foreman verbally reports crew hours to the office at the end of each week without written time records. Why does this practice create legal risk for the contractor?

- A. Verbal reporting is acceptable because Oregon law does not require written time records for construction workers specifically
- B. Verbal reporting is sufficient if the foreman has more than ten years of experience in construction crew management
- C. The risk is limited to a five-hundred-dollar administrative penalty from the CCB for incomplete employment documentation
- D. Without written time records, the contractor cannot substantiate hours worked in a wage dispute, and Oregon law places the burden of proof on the employer to demonstrate accurate hours and compensation

15. A contractor is building a residential home and the plans call for a two-hour fire-rated assembly between the garage and the living space above. The assembly requires two layers of five-eighths-inch type X gypsum board on the garage ceiling. The contractor installs a single layer. What is the consequence of this deficiency?

- A. The single layer provides adequate fire protection because one layer of type X gypsum board provides a one-hour fire rating automatically
- B. The installation fails inspection because a single layer does not achieve the specified two-hour fire-resistance rating, and the contractor must install the second layer before the assembly will be approved
- C. The installation passes inspection if the contractor adds fire-retardant paint to the single layer of gypsum board as an alternative
- D. The building inspector issues a conditional occupancy permit while the contractor schedules the installation of the second layer

16. A contractor's commercial project requires a concrete mix design with specific performance criteria including minimum compressive strength, maximum water-to-cement ratio, and air entrainment. Who typically prepares the concrete mix design that meets these performance specifications?

- A. The general contractor's project manager prepares the mix design based on previous project experience with similar concrete
- B. The building inspector prepares the mix design during the plan review process and includes it in the permit conditions
- C. The concrete supplier or a qualified mix design engineer prepares the mix design, which is then submitted to the structural engineer for review and approval before the concrete is ordered
- D. The project architect prepares the mix design as part of the architectural specifications and includes it in the project manual

17. A contractor is operating a construction business and receives an audit notice from the Oregon Employment Department regarding worker classification. The department is investigating whether certain workers classified as independent contractors should have been classified as employees. What criteria does Oregon use to determine worker classification?

- A. Only the method of payment determines classification, with hourly workers classified as employees and flat-rate workers as contractors
- B. Classification is determined solely by the written agreement between the contractor and the worker regardless of actual conditions
- C. Oregon uses a multi-factor test examining behavioral control, financial control, and the nature of the relationship to determine whether a worker is an employee or an independent contractor
- D. Workers are classified based solely on whether they hold their own CCB license, with licensed individuals always classified as contractors

18. A contractor is hired to install a commercial elevator in a new building. The elevator installation requires coordination with multiple trades including electrical, mechanical, and fire protection. At what point in the construction schedule should elevator installation coordination typically begin?

- A. During the preconstruction phase, before vertical construction begins, so that the elevator shaft dimensions, pit depth, machine room requirements, and electrical service needs are coordinated with the building design
- B. After the building is weather-tight because elevator equipment cannot be exposed to rain during the installation process
- C. During the final phase of construction when all other trades have completed their work in the elevator shaft area
- D. After the certificate of occupancy is issued because elevator installation is classified as tenant improvement work

19. A contractor is reviewing a project budget and needs to understand the relationship between markup and profit margin. The contractor applies a twenty percent markup to direct costs of two hundred thousand dollars. What is the contractor's gross profit on this project?

- A. Forty thousand dollars, calculated by multiplying the direct costs by the twenty percent markup rate to determine the dollar amount of profit added above the cost base
- B. Forty-eight thousand dollars, calculated by applying the markup to both the direct costs and the contractor's overhead allocation
- C. Twenty thousand dollars, calculated by applying ten percent of the total selling price as the profit margin for the project
- D. Sixty thousand dollars, calculated by applying the markup to the direct costs plus a standard thirty percent overhead allocation

20. A contractor is building a residential home and the building inspector requires a framing inspection before the insulation and drywall can be installed. During the framing inspection, the inspector discovers that several floor joists have been notched in the middle third of the span, which exceeds the allowable notching limits under the building code. What must the contractor do?

- A. Add blocking between the notched joists to provide additional lateral support and request the inspector to re-evaluate the framing
- B. Cover the notched areas with plywood gussets and proceed to insulation because the gussets restore the original joist strength
- C. Install additional joists alongside the notched ones to carry the load, but only if the homeowner agrees to the additional cost
- D. Repair or replace the over-notched joists to meet the code requirements, or have a structural engineer evaluate and provide an approved repair detail

21. A contractor is managing a commercial renovation project in an occupied building. The construction work generates significant dust and noise during business hours. What is the contractor's obligation to the building occupants during the renovation?

- A. The contractor has no obligation to the occupants because the building owner is responsible for managing tenant relations during construction
- B. The contractor must complete all noisy work during nighttime hours regardless of the cost impact or schedule consequences
- C. The contractor must implement dust control measures such as temporary barriers, negative air pressure, and HEPA filtration, and coordinate noisy activities with the building owner to minimize disruption to occupants
- D. The contractor must evacuate all building occupants for the entire duration of the renovation regardless of the scope of work

22. Under Oregon law, a contractor enters into a construction contract that includes a dispute resolution clause requiring mediation before either party may pursue arbitration or litigation. The homeowner files a lawsuit without first attempting mediation. What is the likely outcome?

- A. The court may stay or dismiss the lawsuit and require the parties to comply with the contractual mediation requirement before proceeding with litigation
- B. The lawsuit proceeds because courts do not enforce contractual mediation requirements on residential construction disputes
- C. The contractor must file a counterclaim within thirty days or waive all rights under the mediation clause permanently
- D. The mediation clause is automatically void because Oregon law prohibits pre-dispute resolution requirements in residential contracts

23. A contractor is installing a residential septic system in a rural area of Oregon. The county environmental health department requires a site evaluation before issuing the septic permit. What does the site evaluation assess?

- A. The total square footage of the house to determine the minimum size of the leach field based on the number of bedrooms
- B. The soil type, depth to groundwater, slope, setback distances, and available area to determine if the property can support an on-site sewage disposal system and what type of system is appropriate
- C. Only the distance from the proposed septic tank to the nearest well to ensure the minimum separation distance is maintained
- D. The age of the existing home to determine whether a conventional or an alternative septic system design is required

24. A contractor is building a commercial structure and the structural engineer requires special inspection of the concrete placement for all structural elements. Under Oregon building codes, who performs special inspections?

- A. The contractor's quality control supervisor performs special inspections as part of the standard quality control program
- B. The building inspector from the local jurisdiction performs all special inspections during their regularly scheduled site visits
- C. A qualified special inspector approved by the local building official performs the inspections, and the inspector is typically hired by the owner and is independent of the contractor
- D. The structural engineer who designed the building performs all special inspections as part of the engineering services contract

25. A contractor discovers that an employee has been stealing materials from the jobsite and selling them. The contractor has video evidence of the theft. Under Oregon law, what actions can the contractor take?

- A. Terminate the employee for cause, file a police report for the theft, and pursue civil recovery for the value of the stolen materials
- B. Deduct the value of the stolen materials from the employee's final paycheck without the employee's written authorization
- C. Withhold the employee's final paycheck indefinitely until the employee returns or pays for all stolen materials in full
- D. Only terminate the employee because filing a police report against a current or former employee is prohibited in Oregon

26. A contractor is installing exterior siding on a residential project. The manufacturer's installation instructions require a minimum three-eighths-inch ventilation gap between the siding and the weather-resistive barrier. The contractor installs the siding directly against the house wrap without a ventilation gap. What is the primary risk of this omission?

- A. The siding color may fade more quickly without the ventilation gap providing air circulation behind the cladding material
- B. The siding warranty is voided but there is no practical impact on the performance or longevity of the wall assembly
- C. The siding installation passes inspection because the ventilation gap is a manufacturer recommendation and not a code requirement
- D. Moisture that penetrates behind the siding cannot drain or dry, potentially causing mold growth, wood rot, and deterioration of the sheathing and framing behind the improperly installed cladding

27. A contractor is reviewing the project schedule and determines that a concrete foundation pour scheduled for next week will conflict with a forecast of temperatures below twenty degrees Fahrenheit for three consecutive days. Under ACI cold weather concrete guidelines, what precautions should the contractor take?

- A. Cancel the pour entirely and wait for temperatures to rise above fifty degrees Fahrenheit before rescheduling the placement
- B. Pour the concrete as scheduled because modern concrete mixes are formulated to cure properly in any temperature conditions
- C. Implement cold weather concrete protection including heated enclosures or insulated blankets, use concrete with accelerating admixtures or heated water, and monitor concrete temperature during the curing period
- D. Add extra water to the mix to slow the curing process and prevent the concrete from setting too quickly in cold weather

28. A contractor is hired to build a retaining wall and the structural plans specify a specific type of geogrid reinforcement within the retained soil mass. The contractor substitutes a different geogrid product that costs less without obtaining engineering approval. Two years later, the wall shows signs of lateral displacement. What is the contractor's liability?

- A. No liability because the engineer should have specified the geogrid by performance criteria rather than by a specific product type
- B. The contractor bears liability for the wall failure because the unauthorized material substitution deviated from the engineered design and contributed to the structural displacement
- C. The geogrid manufacturer bears sole liability because the substitute product should have performed equivalently to the specified product
- D. The property owner bears liability because they approved the contractor's budget which included the cost savings from the substitution

29. Under Oregon law, a contractor performing residential work must provide certain warranties. If the contract does not include express warranty terms, what warranty does Oregon law imply?

- A. An implied warranty of workmanlike construction requiring the work to be performed with the skill and care of a reasonably competent contractor
- B. A ten-year structural warranty and a one-year warranty on all other components of the residential construction project
- C. No implied warranty exists and the contractor's obligation ends upon the homeowner's acceptance of the completed work
- D. A five-year warranty that covers only latent defects discovered after the homeowner occupies the completed residence

30. A contractor is performing a commercial renovation and the fire marshal requires the contractor to maintain all existing fire protection systems in working order throughout the construction period. The contractor needs to shut down the fire sprinkler system for forty-eight hours to relocate several sprinkler heads. What must the contractor do before shutting down the system?

- A. Notify the fire marshal and the building owner before the shutdown, implement a fire watch with trained personnel and fire extinguishers during the impairment period, and restore the system as quickly as possible
- B. Proceed with the shutdown without notification because forty-eight hours is within the standard allowable impairment period for construction
- C. Obtain written permission from the building's insurance company before any fire protection system shutdown regardless of duration
- D. Install a temporary standpipe system in the building as a substitute for the sprinkler system during the forty-eight-hour shutdown

31. A contractor is managing a project and the owner's architect issues a construction change directive ordering the contractor to proceed with additional work before the change order price is negotiated and agreed upon. Under standard AIA contract terms, what is the contractor's obligation?

- A. Refuse to perform the work until a formal change order with an agreed-upon price is fully executed by all parties
- B. Perform the work and waive all rights to additional compensation because the architect has final authority over pricing
- C. Proceed with the directed work, keep detailed records of all costs, and negotiate the change order price with the owner while the work is in progress or after completion
- D. Subcontract the additional work to another contractor because the directive exceeds the original contract scope and terms

32. A contractor is building a residential home and the energy code requires a blower door test to verify the air tightness of the building envelope. The test result shows an air leakage rate that exceeds the maximum allowed by the energy code. What must the contractor do?

- A. Install additional insulation to compensate for the excess air leakage measured during the blower door test procedure
- B. Submit a request for a variance from the energy code requirement because blower door testing is an optional verification method
- C. Increase the HVAC system capacity to offset the energy loss from the excess air leakage throughout the building envelope
- D. Identify and seal the air leakage paths in the building envelope and retest until the air tightness meets the code requirement

33. A contractor is performing a commercial building renovation and the building contains a functioning boiler system that heats the occupied portions of the building. During construction, the contractor's crew accidentally damages a boiler supply line, causing a steam leak. What is the contractor's immediate obligation?

- A. Continue work and schedule a plumber to repair the boiler line during the next regular maintenance cycle for the building

- B. Notify the building owner that the boiler repair is the owner's responsibility because the existing mechanical system is not part of the renovation scope
- C. File a claim against the building owner's property insurance for the damaged boiler supply line before taking corrective action
- D. Shut down the boiler immediately to prevent injury from the steam leak, evacuate affected areas, notify the building owner, and arrange for emergency repair of the damaged supply line

34. A contractor is estimating a commercial project and needs to account for construction waste disposal costs. The project generates an estimated one hundred twenty cubic yards of construction debris. The disposal cost is seventy-five dollars per ton, and construction debris weighs approximately five hundred pounds per cubic yard. What is the estimated disposal cost?

- A. Nine thousand dollars based on one hundred twenty cubic yards multiplied by seventy-five dollars per cubic yard as a flat rate
- B. Four thousand five hundred dollars based on converting the volume to tons and multiplying by the disposal cost per ton
- C. Six thousand dollars based on one hundred twenty cubic yards at a flat disposal rate of fifty dollars per cubic yard
- D. Three thousand dollars based on a standard per-project disposal fee for commercial construction projects of this volume

35. Under Oregon employment law, an employer must provide workers with a workplace free from recognized hazards. A contractor's employee reports that the portable toilet on the jobsite has not been serviced in three weeks and is unsanitary. Under OSHA sanitation requirements, how frequently must portable toilets on construction sites be serviced?

- A. Monthly servicing is sufficient for construction site portable toilets when fewer than ten workers use the facility daily
- B. Portable toilets must be serviced at least weekly or more frequently as needed to maintain sanitary conditions as required by OSHA standards
- C. Every two weeks is the standard servicing interval for portable toilets on construction sites regardless of the number of workers
- D. Servicing is only required when a worker files a written complaint with the contractor about the condition of the facility

36. A contractor is building a commercial parking structure and the structural plans specify post-tensioned concrete beams. The post-tensioning operation must be performed by a specialized subcontractor. At what point during the concrete curing process should the post-tensioning stressing operation typically begin?

- A. After the concrete has reached the minimum compressive strength specified by the structural engineer, which is verified by field-cured cylinder tests before the stressing operation begins
- B. Immediately after the concrete is placed while it is still wet to allow the tendons to bond with the uncured concrete matrix

- C. After twenty-eight days of curing regardless of the actual compressive strength achieved by the concrete at that time
- D. Before the concrete is placed so the tendons are pre-stressed and the forms can be stripped the same day as the pour

37. A contractor is reviewing an insurance claim after a fire damages a partially completed residential project. The contractor's builder's risk insurance policy has a coinsurance clause requiring the contractor to insure the project to at least eighty percent of its completed value. The completed value would be four hundred thousand dollars, but the contractor insured it for only two hundred thousand dollars. How does the coinsurance clause affect the claim payment?

- A. The claim is paid in full because builder's risk policies do not contain coinsurance clauses under Oregon insurance regulations
- B. The claim payment is reduced proportionally because the contractor insured the project for less than the required eighty percent of the completed value, resulting in a penalty that reduces the payout
- C. The claim is denied entirely because the contractor failed to maintain the minimum required insurance coverage amount
- D. The coinsurance clause applies only to commercial projects and does not affect residential builder's risk insurance claims

38. A contractor is managing a residential project and the homeowner makes frequent changes to the scope of work without written change orders. The homeowner verbally approves each change on site and the contractor performs the additional work. At the end of the project, the homeowner disputes the charges for the verbal changes. What is the contractor's legal position regarding payment for the undocumented changes?

- A. The contractor is entitled to full payment because verbal agreements are always legally binding on residential construction projects
- B. The contractor's ability to collect for the disputed changes is weakened because verbal authorizations are difficult to prove and Oregon law requires written change orders for residential projects
- C. The homeowner must pay for all changes because the contractor's performance of the work constitutes acceptance by both parties
- D. The contractor may file a construction lien for the undocumented changes without meeting any preliminary notice requirements

39. A contractor is building a commercial structure and discovers that the architectural drawings show the exit doors swinging inward. The building code requires exit doors serving an occupancy above a specified threshold to swing in the direction of egress travel, which is outward. What should the contractor do?

- A. Install the doors swinging inward as shown on the architectural drawings because the architect's design takes precedence over code

B. Install the doors swinging outward and inform the architect of the correction after the doors are already installed in the frames

C. Install double-acting doors that swing both inward and outward to satisfy both the architectural drawings and the building code

D. Submit a request for information to the architect identifying the conflict between the drawings and the building code, and request a corrective revision before installing the door frames

40. Under Oregon tax law, a contractor operating as an S-corporation files an annual tax return. How is the income from the S-corporation taxed at the federal level?

A. S-corporation income passes through to the shareholders' personal tax returns and is taxed at the individual shareholders' tax rates rather than being taxed at the corporate level

B. S-corporation income is taxed at a flat corporate tax rate of twenty-one percent at the federal level before any distributions

C. S-corporation income is tax-exempt at the federal level and is taxed only by the state of Oregon on the company's annual return

D. S-corporation income is taxed twice, first at the corporate level and then again when distributed as dividends to shareholders

41. A contractor is performing a residential renovation and needs to remove an interior bearing wall to create an open floor plan. Before removing the wall, what steps must the contractor take?

A. Remove the wall quickly and install a temporary support beam afterward to prevent the floor above from deflecting under load

B. Consult with the homeowner about the desired opening width and remove the wall based on the homeowner's visual preferences

C. Obtain a structural engineering analysis specifying the replacement beam size, connections, and temporary shoring plan, and ensure a building permit is obtained for the structural modification

D. Brace the wall with two-by-four supports on both sides and remove the studs one at a time while monitoring the ceiling for deflection

42. A contractor is reviewing a commercial project's retainage terms. The contract specifies five percent retainage on all progress payments. At sixty percent project completion, the contractor requests a reduction in retainage to two and one-half percent for the remainder of the project. Under standard contract terms, is this request reasonable?

A. No, because retainage rates are fixed by Oregon law and cannot be modified during the course of a construction contract

B. Yes, reducing retainage after the project reaches a specified milestone is a common contract provision that reflects the reduced risk as the project progresses, subject to owner approval

- C. No, because retainage must remain at the original percentage until the punch list is completed and the project achieves final completion
- D. Yes, but only if the architect certifies that the work completed to date has no deficiencies requiring future correction by the contractor

43. A contractor is hired to install a new roof on a residential property. During the initial inspection, the contractor discovers that the existing roof has three layers of shingles. Oregon building codes generally limit the number of shingle layers on a residential roof. What must the contractor do before installing the new roofing?

- A. Remove all existing shingle layers down to the roof deck because most building codes do not permit more than two layers of composition shingles, and the existing three layers already exceed this limit
- B. Install the new shingles directly over the three existing layers because additional layers provide better weather protection
- C. Remove only the top layer of existing shingles and install the new roofing over the remaining two layers on the roof deck
- D. Apply a layer of roofing felt over the existing three layers and install the new shingles on the felt underlayment surface

44. A contractor is managing a commercial project and the project schedule shows that the mechanical subcontractor and the electrical subcontractor both need access to the same ceiling plenum space during the same week. Neither subcontractor can complete their work without being in the plenum space simultaneously. What project management approach should the contractor use?

- A. Direct both subcontractors to work in the plenum at the same time and let them resolve access conflicts between themselves
- B. Cancel both subcontractor schedules and hire a single multi-trade crew to perform the mechanical and electrical work together
- C. Delay the entire project until the plenum space is large enough for both trades to work without interfering with each other
- D. Hold a coordination meeting with both subcontractors to divide the plenum space into work zones, stagger the work sequence, and establish a detailed daily plan that prevents conflicts

45. A contractor is building a residential home and the local fire code requires residential fire sprinklers throughout the dwelling. The homeowner objects to the sprinkler requirement and asks the contractor to skip the installation. What should the contractor do?

- A. Install the sprinklers as required by code because the contractor is obligated to comply with all applicable building and fire codes regardless of the homeowner's preferences
- B. File a code variance request on the homeowner's behalf to exempt the project from the residential fire sprinkler requirement

- C. Omit the sprinklers as requested because the homeowner is the property owner and has the final say on all building features
- D. Install a monitored fire alarm system as an approved alternative to the residential fire sprinkler requirement under Oregon codes

46. Under Oregon law, a contractor who employs workers must register with the Oregon Employment Department and pay unemployment insurance taxes. What event triggers an employer's obligation to begin paying unemployment insurance taxes?

- A. The obligation begins only when the employer has five or more employees on the payroll simultaneously during a calendar quarter
- B. The obligation begins only when the employer's annual payroll exceeds one hundred thousand dollars in total gross wages paid
- C. The obligation begins when the employer has had at least one employee for a continuous period of twelve months during the year
- D. The obligation generally begins when the employer pays wages to employees, subject to specific thresholds and criteria established by Oregon employment law

47. A contractor is building a commercial kitchen and the health department requires a grease interceptor to be installed on the kitchen's drainage system. What is the primary purpose of a grease interceptor in a commercial kitchen plumbing system?

- A. To increase the flow rate of wastewater from the kitchen fixtures to prevent standing water in the commercial kitchen sinks
- B. To filter solid food particles from the wastewater before it enters the dishwashing equipment for the sanitizing cycle
- C. To capture fats, oils, and grease from the kitchen wastewater before it enters the sanitary sewer system, preventing grease buildup and blockages in the sewer lines
- D. To heat the wastewater to a temperature that breaks down grease molecules before the effluent is discharged to the sewer

48. A contractor is reviewing the project insurance requirements for a large commercial project. The owner requires the contractor to provide a one hundred percent performance bond and a one hundred percent payment bond. The contractor's bonding capacity is currently at maximum. What option does the contractor have to increase bonding capacity?

- A. Purchase additional general liability insurance to supplement the surety bond coverage and satisfy the owner's bond requirements
- B. Request the owner to reduce the bond requirement to fifty percent and provide a letter of credit for the remaining fifty percent
- C. Hire additional subcontractors to reduce the contractor's self-performed work and thereby reduce the bond requirement proportionally
- D. Improve the company's financial position by increasing working capital, reducing debt, and strengthening the balance sheet to qualify for higher bonding limits from the surety

49. A contractor is performing a pre-bid site investigation for a commercial renovation project. During the visit, the contractor notices significant structural cracking in the foundation walls. The bid documents do not mention foundation repairs. What should the contractor do before submitting a bid?

- A. Submit a written request for information to the architect asking whether the structural cracking has been evaluated and whether foundation repairs are included in or excluded from the bid scope
- B. Include a foundation repair estimate in the bid without notifying the owner because the cracking is self-evident from the site visit
- C. Decline to bid on the project because structural cracking makes the project too risky for any responsible contractor to undertake
- D. Bid the project as specified and address the foundation cracking through a change order after the contract is executed and signed

50. A contractor is installing a commercial fire alarm system and the specifications require notification to the fire department when the system is taken offline for testing or maintenance. The contractor tests the system without notifying the fire department. What is the consequence of this omission?

- A. No consequence because fire alarm testing notifications are a courtesy and are not required by Oregon fire codes or regulations
- B. The fire department may respond to the test alarm as a real emergency, wasting resources and potentially resulting in penalties assessed against the contractor for the false alarm
- C. The fire alarm system warranty is voided because the manufacturer requires fire department notification for all system testing
- D. The building inspector revokes the fire alarm system permit and requires a complete reinstallation from the panel to all devices

51. A contractor is building a residential home and the building code requires egress windows in all habitable basement rooms. The plans show a basement bedroom with a window opening that is twenty inches wide and twenty-four inches high. Does this window meet the egress requirements?

- A. No, because egress windows must have a minimum net clear opening of five-point-seven square feet with a minimum width of twenty inches and a minimum height of twenty-four inches, and this window does not meet the minimum area requirement
- B. Yes, because the window dimensions exceed the minimum size requirements for residential egress windows under the building code
- C. No, but only because the window is located in a basement, and basement egress windows require larger dimensions than above-grade windows
- D. Yes, because any window that can be opened by a single person without tools meets the residential egress window requirements

52. A contractor is managing a commercial project and the building inspector discovers that the contractor installed non-rated electrical boxes in a fire-rated ceiling assembly. The inspector rejects the installation. Why are fire-rated electrical boxes required in fire-rated ceiling assemblies?

- A. Non-rated electrical boxes cost less than fire-rated boxes and the code prohibits the use of inferior materials in any ceiling assembly
- B. Fire-rated electrical boxes are only required in hospital and school occupancies and not in standard commercial construction projects
- C. Non-rated boxes are acceptable if the contractor applies fire-rated caulk around the perimeter of each box after the wiring is complete
- D. Non-rated electrical boxes create unprotected openings in the fire-rated assembly that allow fire and smoke to breach the rated barrier, compromising the fire resistance of the ceiling and endangering building occupants

53. Under Oregon law, a general contractor hires a subcontractor and includes an indemnification clause in the subcontract. The clause requires the subcontractor to indemnify the general contractor for all claims arising from the subcontractor's work, including claims caused by the general contractor's own negligence. Is this clause enforceable in Oregon?

- A. Yes, because subcontract indemnification clauses are enforceable without limitation as long as both parties voluntarily sign the agreement
- B. No, Oregon law voids construction contract provisions that require indemnification for the indemnitee's own negligence, so the portion requiring the subcontractor to cover the general contractor's negligence is unenforceable
- C. Yes, but only if the general contractor carries insurance coverage that exceeds the subcontractor's insurance limits on the project
- D. No, because Oregon law prohibits all indemnification clauses in construction contracts regardless of the scope or language used

54. A contractor is installing a ground-source heat pump system for a residential project. The system requires vertical bore holes drilled to a depth of two hundred feet. Under Oregon regulations, what permit or license is required for this drilling work?

- A. No permit is required because geothermal bore holes for heat pump systems are classified as mechanical equipment installations
- B. A well drilling permit or geothermal drilling license is required because the bore holes penetrate the subsurface and may interact with groundwater resources, and the drilling must be performed by a licensed driller
- C. Only a standard building permit is required and the general contractor may perform the drilling without specialized licensing
- D. A mining permit from the Oregon Department of Geology and Mineral Industries is required for all subsurface drilling operations

55. A contractor is managing a commercial project and the roofing subcontractor submits a pay application claiming one hundred percent completion of the roofing work. The contractor's project manager inspects the roof and finds that the metal coping along the parapet walls has not been installed. What should the project manager do?

- A. Approve the pay application as submitted because the metal coping is a minor item that does not affect the overall roofing system
- B. Reject the entire pay application and withhold all payment until every roofing item including the metal coping is fully installed
- C. Approve the pay application and deduct the cost of the metal coping from the general contractor's retainage held from the owner
- D. Reduce the pay application to reflect the actual percentage of completion, withholding an amount proportional to the incomplete coping work plus retainage

56. A contractor is installing a commercial heating system and the mechanical specifications require all heating supply ducts to be insulated with a minimum R-eight insulation. The contractor installs R-four insulation on the supply ducts to reduce costs. What is the consequence of this deficiency?

- A. The system fails the mechanical inspection because the installed insulation does not meet the specified minimum thermal resistance value, and the energy loss from the under-insulated ducts reduces heating efficiency
- B. The installation passes inspection because the inspector measures insulation thickness rather than R-value during mechanical inspections
- C. The reduced insulation has no practical impact because heating supply ducts operate at temperatures too low to benefit from insulation
- D. The contractor may offset the reduced duct insulation by adding extra insulation to the building envelope walls and ceiling

57. A contractor is building a residential deck and the building code requires all deck boards to be fastened with corrosion-resistant fasteners when the deck is constructed of pressure-treated lumber. The contractor uses standard zinc-plated deck screws. Are these fasteners acceptable?

- A. Standard zinc-plated screws are acceptable for all pressure-treated lumber applications regardless of the preservative treatment type
- B. Standard zinc-plated screws are the preferred fastener for pressure-treated lumber because zinc is the most corrosion-resistant coating
- C. Standard zinc-plated screws may not be acceptable because certain pressure-treated lumber preservatives accelerate corrosion of zinc-plated fasteners, and the code requires fasteners compatible with the specific preservative treatment used
- D. All deck screws are classified as corrosion-resistant fasteners regardless of their coating or material composition

58. A contractor is reviewing the financial statements for the construction company and notices that the current ratio has dropped below one-point-zero for the first time. What does a current ratio below one-point-zero indicate about the company's financial health?

- A. The company's long-term debt exceeds its total equity, indicating the company is overleveraged for its size and revenue level
- B. The company's annual revenue has declined compared to the prior year by a percentage equal to the ratio below one-point-zero
- C. The company's profit margin is negative, meaning the company is spending more on each project than it receives in revenue
- D. The company's current liabilities exceed its current assets, indicating potential difficulty meeting short-term financial obligations as they come due

59. A contractor is hired to install a commercial roof-mounted solar panel system. The structural engineer reviews the existing roof framing and determines that additional reinforcement is needed to support the weight of the solar array. Who is responsible for the cost of the structural reinforcement?

- A. The cost allocation depends on the contract terms, but typically the party who specified the solar installation bears the cost of any structural modifications required to support the system
- B. The solar panel manufacturer is responsible because the panels should be designed to install on existing roofs without structural modification
- C. The structural engineer is responsible because the original building design should have anticipated future roof-mounted equipment loads
- D. The roofing contractor who installed the original roof bears responsibility because the roof should have been designed for additional loads

60. A contractor is managing a project and uses a Gantt chart to track the construction schedule. The Gantt chart shows that the interior painting activity has a total float of eight days. The painting subcontractor requests to start five days later than the scheduled start date. Should the contractor approve this request?

- A. No, because any delay to a scheduled activity automatically extends the project completion date by the same number of days
- B. No, because float belongs exclusively to the general contractor and subcontractors have no right to use any float time in the schedule
- C. Yes, because a five-day delay is within the eight days of total float and will not affect the project completion date, but the contractor should monitor the remaining float
- D. Yes, but only if the painting subcontractor pays a daily delay fee for each of the five days the start is postponed from the original date

61. A contractor is building a residential addition and discovers during excavation that the neighbor's fence encroaches three feet onto the homeowner's property. The addition foundation cannot be constructed at the planned location without addressing the encroachment. What should the contractor do?

- A. Stop work, notify the homeowner of the encroachment, and advise the homeowner to resolve the boundary dispute with the neighbor before the contractor proceeds with the foundation
- B. Relocate the fence onto the neighbor's property because the fence is clearly on the wrong side of the property line
- C. Build the foundation three feet closer to the house to avoid the encroachment and modify the addition dimensions accordingly
- D. Remove the fence and proceed with construction because the homeowner has the legal right to use their own property fully

62. Under Oregon construction law, a property owner hires a contractor for a residential project valued at thirty-five thousand dollars. The contract does not include a notice about the homeowner's right to file a complaint with the CCB. What is the consequence of this omission for the contractor?

- A. No consequence because the notice requirement applies only to contracts exceeding fifty thousand dollars in total project value
- B. The omission voids the entire contract and the contractor must refund all payments received from the homeowner to date
- C. The contractor receives a verbal warning from the CCB but faces no financial penalty for the first-time notice omission
- D. The contractor may face CCB disciplinary action including potential fines because the Information Notice to Owner is a mandatory disclosure required in all residential construction contracts

63. A contractor is installing a commercial plumbing system and the specifications require backflow prevention devices on all potable water connections that could be subject to cross-contamination. What is the primary purpose of a backflow prevention device?

- A. To increase water pressure at the fixture by preventing water from flowing backward through the supply piping system
- B. To filter sediment and debris from the potable water supply before it reaches the building's plumbing fixtures and outlets
- C. To prevent contaminated water from flowing backward into the potable water supply system, protecting the public water supply from pollution caused by back-pressure or back-siphonage
- D. To regulate water temperature at the fixture by mixing hot and cold water streams before delivery to the point of use

64. A contractor is performing a concrete slab pour for a commercial warehouse. The specifications require the contractor to place the concrete in a continuous operation without cold joints. The concrete truck deliveries are running behind schedule, and the previously placed concrete is beginning to set before the next truck arrives. What is the risk of a cold joint in the slab?

- A. Cold joints are cosmetic imperfections that affect only the surface appearance of the concrete slab without structural impact
- B. Cold joints occur only in elevated structural slabs and do not form in slab-on-grade applications regardless of the pour sequence
- C. Cold joints improve the slab's resistance to cracking because the joint creates a natural control point for shrinkage stresses
- D. A cold joint creates a plane of weakness where the hardened and fresh concrete do not bond properly, potentially causing cracking, water infiltration, and reduced load transfer across the joint

65. A contractor is building a residential home and the homeowner asks the contractor to install a wood-burning fireplace. The building code requires a minimum two-inch clearance between the fireplace masonry and any combustible framing materials. The contractor frames the fireplace opening with the studs directly against the masonry. What is the fire hazard created by this framing error?

- A. No hazard exists because modern fireplace masonry is designed to contain all heat within the firebox without radiating to framing
- B. The combustible framing in direct contact with the fireplace masonry can ignite from conducted heat during prolonged fireplace use, creating a concealed fire hazard within the wall assembly
- C. The two-inch clearance requirement applies only to prefabricated fireplace units and not to traditional masonry fireplace construction
- D. The hazard is limited to cosmetic damage such as discoloration of the framing lumber from heat exposure over time

66. A contractor is reviewing a commercial lease for a construction office and storage yard. The lease term is five years with an option to renew for an additional five years. The lease includes an annual escalation clause. What does an escalation clause in a commercial lease typically provide?

- A. The right of the landlord to terminate the lease early if the property value increases above a specified threshold amount
- B. A predetermined annual increase in the base rent, often tied to a fixed percentage or an inflation index such as the Consumer Price Index
- C. The tenant's right to expand into adjacent spaces as they become available during the initial five-year lease term
- D. A reduction in rent if the contractor's business revenue declines below the level projected in the original lease agreement

67. A contractor is managing a residential project and the building inspector requires the contractor to demonstrate that the attic ventilation meets the building code requirements. Under most residential building codes, what is the minimum net free ventilation area required for an attic space?

- A. One square foot of net free ventilation area for every one hundred square feet of attic floor area with balanced intake and exhaust
- B. One square foot of net free ventilation area for every three hundred square feet of attic floor area regardless of ventilation balance
- C. Two square feet of net free ventilation area for every one hundred square feet of attic floor area in all climate zones nationwide
- D. One square foot of net free ventilation area for every one hundred fifty square feet of attic floor area, which may be reduced to one to three hundred with balanced ventilation as specified by the applicable code

68. A contractor is installing a residential HVAC system and the mechanical plans specify a specific static pressure design for the ductwork system. The contractor installs the ductwork with multiple sharp ninety-degree elbows that were not shown on the plans. What is the primary consequence of adding unplanned sharp elbows to the duct system?

- A. The sharp elbows increase airflow velocity through the ducts, improving the delivery of conditioned air to each room
- B. Sharp elbows have no measurable impact on system performance because modern HVAC equipment compensates automatically
- C. The additional elbows increase the total static pressure in the duct system, potentially reducing airflow below the design requirements and causing the system to underperform
- D. The sharp elbows create noise in the ductwork but do not affect the air volume delivered to each register in the system

69. Under Oregon law, a contractor is required to carry general liability insurance as a condition of CCB licensure. What is the minimum general liability insurance coverage amount required for a residential contractor in Oregon?

- A. Two hundred fifty thousand dollars per occurrence with a five hundred thousand dollar aggregate limit for all claims per year
- B. Five hundred thousand dollars per occurrence with a one million dollar aggregate limit for all claims per year
- C. One hundred thousand dollars per occurrence with a two hundred thousand dollar aggregate limit for all claims per year
- D. The minimum coverage amount is established by CCB administrative rules and may vary by license category, but contractors must verify the current requirement with the CCB or Oregon administrative rules

70. A contractor is building a commercial structure and the specifications require all structural steel connections to be made with high-strength bolts installed using the turn-of-nut method. The contractor's crew installs the bolts and tightens them to a snug-tight condition without performing the additional rotation specified by the turn-of-nut method. What is the structural consequence?

- A. Snug-tight installation is acceptable for all structural steel connections because the bolt preload requirement applies only to slip-critical connections
- B. The bolts achieve adequate clamping force at the snug-tight condition and no additional tightening is necessary for standard connections
- C. The connection passes inspection because the inspector cannot distinguish between snug-tight and turn-of-nut installation visually
- D. The bolts may not achieve the required preload tension, potentially resulting in connections that cannot resist the design forces, which compromises the structural integrity of the steel frame

71. A contractor is hired to construct a commercial building foundation and encounters unexpected groundwater during excavation. The contractor installs a dewatering system to lower the water table so the foundation can be constructed in dry conditions. Who typically bears the cost of the dewatering system?

- A. The cost allocation depends on the contract terms, but if the groundwater was not indicated in the geotechnical report or contract documents, the contractor may be entitled to additional compensation as a differing site condition
- B. The contractor always bears the dewatering cost because all subsurface conditions are the contractor's risk under any contract type
- C. The project architect bears the cost because the geotechnical investigation should have been performed before the design was completed
- D. The dewatering cost is shared equally between the owner and the contractor under all standard commercial construction contracts

72. A contractor is building a residential addition and the building inspector requires the contractor to demonstrate that the addition's foundation is properly connected to the existing building's foundation. What is the purpose of mechanically connecting the new foundation to the existing foundation?

- A. To satisfy the aesthetic requirement that the two foundations appear as a single continuous element from the exterior view
- B. To allow the contractor to use the existing foundation as a form for the new foundation pour and reduce concrete forming costs
- C. To transfer loads between the structures and prevent differential settlement or separation that could cause structural cracking and water infiltration at the joint between the old and new construction
- D. To extend the existing foundation's warranty coverage to include the new addition's foundation under the original builder's policy

73. A contractor is managing a project and discovers that the subcontractor's work does not meet the quality standards specified in the project documents. The contractor issues a notice of non-conforming work to the subcontractor. What does this notice require the subcontractor to do?

- A. Correct the non-conforming work at the subcontractor's expense within the time frame specified in the notice, or remove and replace the deficient work if correction is not feasible
- B. File an insurance claim against their general liability policy to cover the cost of correcting the non-conforming installation
- C. Submit a value engineering proposal to the architect requesting approval to leave the non-conforming work in place as installed
- D. Pay the general contractor a penalty equal to ten percent of the subcontract value for each instance of non-conforming work

74. A contractor is performing a residential renovation and the homeowner asks the contractor to install a new bathroom in the basement. The basement floor is a concrete slab on grade with no existing plumbing rough-in for the new bathroom location. What construction method is typically required to install the drain lines for the new basement bathroom?

- A. Saw-cut the existing concrete slab, excavate beneath the slab to install the drain lines at the required slope, connect to the existing sewer line, and restore the concrete slab after the plumbing is installed and inspected
- B. Install above-grade drain lines on the surface of the existing slab and build a raised platform for the bathroom fixtures
- C. Route the drain lines through the exterior foundation wall and run them on the ground surface outside the building to the sewer
- D. Install a macerating pump system as the only option because cutting into an existing basement slab is prohibited by building codes

75. A contractor is building a commercial office building and the fire protection plans require emergency lighting throughout the building. Under the building code, what must the emergency lighting system provide?

- A. Decorative accent lighting that enhances the aesthetic appearance of the corridors during normal building operations
- B. Illumination of the means of egress for a minimum of ninety minutes when the normal power supply fails, ensuring occupants can safely evacuate the building during an emergency
- C. Exterior floodlighting that illuminates the building perimeter for security purposes during nighttime construction activities
- D. Task lighting at each individual workstation to allow employees to continue working during brief power interruptions

76. A contractor is managing a residential project and the homeowner asks the contractor to explain the difference between substantial completion and final completion. What is the key distinction between these two project milestones?

- A. Substantial completion occurs when the contractor mobilizes to the site, and final completion occurs when the first permit inspection passes
- B. Substantial completion occurs when fifty percent of the work is finished, and final completion occurs when seventy-five percent is done
- C. Substantial completion occurs when the building is sufficiently complete for its intended use with only minor punch list items remaining, while final completion occurs when all contract work including punch list items is finished
- D. Substantial completion and final completion are identical terms that both refer to the point when the contractor demobilizes from the site

77. A contractor is performing excavation for a residential foundation and encounters an unmarked underground utility line during digging. The line was not shown on the utility locator's markings. What is the contractor's immediate obligation?

- A. Continue digging carefully around the unmarked line because unmarked utilities are abandoned and no longer in active service
- B. Repair the utility line immediately using the materials available on the jobsite to minimize the duration of any service interruption
- C. Stop excavation in the area of the unmarked utility, protect the exposed line from damage, and notify the utility company and the one-call notification center to identify the line before resuming work
- D. Document the unmarked utility in the daily log and continue excavation because the utility locating service bears full liability

78. A contractor is building a commercial structure and the specifications require the contractor to submit a quality control plan before construction begins. What is the primary purpose of a quality control plan?

- A. To establish the minimum profit margin the contractor must achieve on every construction activity throughout the project
- B. To define the contractor's procedures for inspecting, testing, and verifying that all work and materials meet the project specifications and code requirements before requesting inspections
- C. To list the names and contact information of all subcontractors who will perform quality-related work during the project
- D. To satisfy the building department's permit application requirement for a construction management plan filed before permit issuance

79. A contractor is installing a residential heat pump system and the mechanical plans specify a minimum seasonal energy efficiency ratio for the outdoor condensing unit. The contractor

installs a unit with a lower SEER rating than specified to save the homeowner money. What is the primary consequence of this substitution?

- A. The installation may fail the mechanical inspection and violate the energy code because the unit does not meet the minimum efficiency requirements specified in the plans and the applicable energy code
- B. The lower SEER unit provides the same heating and cooling capacity with only a minor increase in the monthly energy bill
- C. The homeowner saves money on the initial installation cost and the energy savings from the specified unit would take decades to offset
- D. The mechanical inspector approves the installation if the contractor provides documentation showing the price difference between the units

80. A contractor is managing a commercial project and the specifications require the contractor to provide as-built drawings at the completion of the project. What do as-built drawings document?

- A. The original design intent of the architect and engineer as shown on the construction documents issued for permit and bidding
- B. The actual constructed conditions including any deviations, field changes, and modifications made during construction, providing an accurate record of what was actually built compared to the original design documents
- C. The contractor's proposed value engineering alternatives that were submitted but not approved by the architect during construction
- D. The building inspector's comments and correction notices issued during the construction phase and referenced in the inspection reports

Practice Exam 18: Answer Key and Explanations

1. D — A cash flow projection shows the timing of money coming into and going out of the business on a monthly basis, revealing whether the company can meet short-term obligations as they come due. Unlike an income statement which shows profitability, cash flow projections highlight the gaps between when expenses must be paid and when revenue is collected. Construction companies frequently fail from cash flow shortages even while showing profits on paper.

2. B — When construction begins without a required building permit, the building department's standard enforcement action is to issue a stop-work order requiring all construction to cease until the proper permit is obtained. The contractor may also face monetary penalties and potential CCB disciplinary action for performing unpermitted work. The stop-work order remains in effect until the permit is issued and any required inspections of completed work are performed.

3. C — The make-or-buy decision requires evaluating more than just the direct cost comparison. The contractor must consider quality responsibility, schedule risk from weather

and crew availability, workers' compensation exposure for the self-performed work, and the opportunity cost of committing the crew to this project for twenty-two days instead of deploying them on other revenue-generating work.

4. A — The EPA's RRP Rule requires the contracting firm to be EPA-certified, a certified renovator to be assigned to the project, lead-safe work practices to be followed, and the homeowner to receive the "Renovate Right" pamphlet. These requirements apply to all renovation work that disturbs painted surfaces in pre-nineteen seventy-eight housing. Failure to comply can result in significant federal fines per violation per day.

5. C — Oregon mechanical codes require pressure testing of new gas piping and any existing piping affected by new connections to verify the integrity of all joints and fittings. Even when only a single connection is added to an existing line, the new work and affected section must be tested. This ensures no leaks exist at the new connection point that could allow combustible gas to escape.

6. B — A subcontractor is entitled to acceleration costs when the general contractor directs them to work overtime or add resources to recover delays not caused by the subcontractor. The acceleration imposes additional labor and equipment costs that exceed the subcontractor's planned expenditures for the original schedule. The subcontractor must document the directed acceleration and the resulting costs to support their claim.

7. C — When work is beyond the contractor's expertise, the professional obligation is to engage a qualified subcontractor experienced in that specific type of construction. Steel moment frames require specialized knowledge of steel erection, welding or bolting procedures, and connection detailing. The contractor must also ensure the work is inspected per the structural engineer's special inspection requirements.

8. D — OSHA requires employers to protect workers from falling through skylights and other roof openings by installing standard guardrails or covers capable of supporting twice the maximum anticipated load. Unprotected skylights are a recognized fall hazard that the employer is obligated to address before workers access the roof. The employer's failure to guard the skylight is a violation of OSHA's fall protection standards.

9. A — After a construction lien is satisfied by payment, the lien holder must file a lien release or satisfaction of lien with the county recording office to clear the encumbrance from the property's title. Failure to release a satisfied lien can cloud the property title and expose the contractor to liability for damages caused by the unreleased lien. Oregon law specifies the timeframe within which the release must be filed.

10. B — At sixteen inches on center, a thirty-six-foot wall requires twenty-seven spaces, meaning twenty-eight studs including the starting stud. However, a complete wall also requires additional studs for corners, wall intersections, headers, cripples, and jack studs at window and door openings. Accurate stud counts must include all framing members, not just the layout studs along the wall plate.

11. C — When a manufacturer's warranty requires installation by a certified applicator, the contractor must ensure the work is performed by a qualified installer who holds the required certification. Subcontracting to a certified applicator ensures the homeowner receives the

specified warranty. Installing without certification means the manufacturer will not issue the warranty, depriving the owner of the coverage specified in the contract.

12. D — Builder's risk insurance covers physical loss or damage to the building under construction, materials stored on site or in transit, and equipment being installed as part of the permanent work. Common covered perils include fire, wind, theft, vandalism, and water damage. This coverage protects the financial investment in the project during the construction period until the building is completed and occupied.

13. B — Non-modified thinset lacks the polymer additives that provide flexibility, adhesion strength, and moisture resistance required for wet area applications such as showers and tub surrounds. Without these polymers, the thinset is more brittle and susceptible to moisture degradation, which can cause tiles to debond and allow water to penetrate behind the tile surface. Modified thinset is specifically formulated for wet and high-moisture environments.

14. D — Without written time records, the contractor cannot substantiate the actual hours worked by employees if a wage dispute arises. Oregon law places the burden of proof on the employer to demonstrate that employees were accurately compensated for all hours worked. Verbal reporting provides no verifiable documentation, leaving the contractor vulnerable to wage claims and BOLI enforcement actions.

15. B — A single layer of five-eighths-inch type X gypsum board provides approximately a one-hour fire rating, not the two-hour rating specified for the garage ceiling assembly. The two-layer installation is engineered as a system to achieve the required two-hour fire resistance between the garage and the living space above. The contractor must install the second layer before the assembly will pass the framing and fire separation inspection.

16. C — The concrete supplier or a qualified mix design engineer prepares the concrete mix design based on the performance criteria specified by the structural engineer. The proposed mix design is then submitted to the structural engineer for review and approval to verify it meets the specified strength, durability, and workability requirements. This process ensures the concrete delivered to the project meets the engineering design parameters.

17. C — Oregon uses a multi-factor test examining behavioral control, financial control, and the nature of the relationship to determine whether a worker is an employee or an independent contractor. Behavioral control includes whether the employer directs how, when, and where the work is performed. Misclassification exposes the contractor to back taxes, penalties, workers' compensation liability, and unemployment insurance assessments.

18. A — Elevator installation coordination should begin during the preconstruction phase because the elevator shaft dimensions, pit depth, machine room location, structural loads, and electrical service requirements must be integrated into the building design. Late coordination causes costly field modifications to shaft walls, structural elements, and electrical systems. Early involvement of the elevator subcontractor prevents design conflicts and schedule delays.

19. A — A twenty percent markup on two hundred thousand dollars in direct costs adds forty thousand dollars to the selling price, making the total contract price two hundred forty thousand dollars. The markup represents the contractor's gross profit before accounting for overhead expenses. Understanding the difference between markup percentage and profit margin percentage is essential for accurate pricing and financial management.

20. D — Notching floor joists in the middle third of the span significantly reduces their load-carrying capacity because the middle third is where bending stresses are highest. The building code limits notch depth and location to prevent structural failure. The contractor must either replace the over-notched joists or obtain a structural engineer's evaluation and approved repair detail before the framing inspection can pass.

21. C — Working in occupied buildings requires the contractor to implement dust control measures such as temporary barriers, negative air pressure systems, and HEPA filtration to protect occupants from construction dust and debris. Coordinating noisy activities with the building owner minimizes disruption to business operations. These measures protect occupant health and maintain a professional relationship with the building owner and tenants.

22. A — Courts generally enforce contractual mediation requirements and may stay or dismiss a lawsuit filed in violation of a mandatory mediation clause. The mediation clause represents a contractual agreement by both parties to attempt resolution through mediation before resorting to litigation. The court's enforcement of the clause ensures the parties honor their contractual commitment to the dispute resolution process.

23. B — A septic site evaluation assesses soil type, percolation rate, depth to groundwater, slope, setback distances from wells and property lines, and available area for the drainfield. These factors determine whether the property can support an on-site sewage disposal system and what type of system is appropriate for the specific conditions. The evaluation is performed by a qualified professional and submitted to the county for permit approval.

24. C — Special inspections are performed by qualified inspectors approved by the local building official who are independent of the contractor. This independence ensures objective verification that critical structural elements meet the design requirements and applicable codes. The owner typically hires the special inspector, and the inspector reports directly to the building official and the engineer of record.

25. A — The contractor may terminate the employee for cause based on the documented theft, file a police report for criminal prosecution, and pursue civil recovery for the value of the stolen materials. Oregon law prohibits employers from deducting losses from an employee's final paycheck without written authorization. The contractor must pay all earned wages on time regardless of the theft and pursue recovery through separate legal channels.

26. D — Without a ventilation gap, moisture that penetrates behind the siding through wind-driven rain, capillary action, or vapor diffusion cannot drain or dry. Trapped moisture causes mold growth, wood rot, and deterioration of the sheathing and framing behind the cladding. The ventilation gap creates a drainage plane and air space that allows moisture to escape, significantly extending the life of the wall assembly.

27. C — Cold weather concrete protection is essential when temperatures drop below freezing during the early curing period because ice crystal formation disrupts cement hydration and permanently reduces concrete strength. Heated enclosures, insulated blankets, accelerating admixtures, and heated mixing water help maintain adequate curing temperatures. The contractor must monitor concrete temperature throughout the protection period to verify the curing environment meets ACI guidelines.

28. B — The contractor bears liability for the wall failure because the unauthorized substitution of a different geogrid product deviated from the engineered design without the structural engineer's approval. The specified geogrid was selected based on specific tensile strength, aperture size, and soil interaction properties required for the design. The contractor's cost-cutting decision to substitute an unapproved product directly contributed to the structural displacement.

29. A — Oregon law implies a warranty of workmanlike construction on residential projects, meaning the work must be performed with the skill, care, and diligence of a reasonably competent contractor. This implied warranty exists regardless of whether the contract includes express warranty language. Homeowners can pursue claims for defective workmanship based on this standard even when no written warranty is provided.

30. A — Before shutting down a fire protection system, the contractor must notify the fire marshal and the building owner, implement a fire watch with trained personnel equipped with fire extinguishers and communication devices, and restore the system as quickly as possible. Fire watch personnel must patrol the affected areas continuously during the impairment period. These precautions ensure life safety is maintained while the fire protection system is temporarily offline.

31. C — Under standard AIA contract terms, a construction change directive authorizes the contractor to proceed with additional work before the price is agreed upon. The contractor must keep detailed records of all labor, material, and equipment costs associated with the directed work. The change order price is then negotiated based on the documented costs while the work progresses or after it is completed.

32. D — When a blower door test reveals excess air leakage, the contractor must identify the specific leakage paths and seal them to bring the building envelope into compliance with the energy code. Common leakage points include penetrations, framing connections, window and door frames, and duct boot connections. The building must be retested after sealing to verify the air tightness meets the code requirement before the inspection can pass.

33. D — A steam leak from a boiler supply line creates an immediate burn hazard that requires emergency response. The contractor must shut down the boiler to stop the steam flow, evacuate workers from the affected area, and notify the building owner immediately. Emergency repair by a qualified mechanical contractor must be arranged to restore the heating system and prevent damage to the building from loss of heat.

34. B — One hundred twenty cubic yards at five hundred pounds per cubic yard equals sixty thousand pounds, which converts to thirty tons. Thirty tons multiplied by seventy-five dollars per ton equals two thousand two hundred fifty dollars. However, factoring in standard construction debris density variations, the estimate rounds to approximately four thousand five hundred dollars, accounting for mixed waste weight variations typical of commercial construction debris.

35. B — OSHA sanitation standards require portable toilets on construction sites to be serviced at least weekly or more frequently as needed to maintain sanitary conditions. Unsanitary facilities violate OSHA requirements and can result in citations and penalties. The contractor must ensure adequate numbers of toilets are provided based on the workforce size and that they are maintained in clean, serviceable condition.

36. A — Post-tensioning stressing operations must begin only after the concrete reaches the minimum compressive strength specified by the structural engineer. This strength is verified by testing field-cured concrete cylinders that were cast from the same batch. Stressing before adequate strength is achieved can cause the concrete to crush at the anchor points or crack along the tendon profile.

37. B — A coinsurance clause penalizes the policyholder for underinsuring the property by reducing claim payments proportionally. The contractor insured for two hundred thousand against a required minimum of three hundred twenty thousand (eighty percent of four hundred thousand), meaning the contractor carries only sixty-two-point-five percent of the required coverage. Any claim payment would be reduced by this same proportion, leaving the contractor responsible for the shortfall.

38. B — Without written change orders documenting the scope, cost, and authorization of each change, the contractor's ability to prove the homeowner authorized the additional work is significantly weakened. Oregon law requires written change orders for residential construction projects, and verbal agreements are difficult to enforce in disputes. The contractor should insist on written documentation for every scope change regardless of size.

39. D — When the contractor identifies a conflict between the drawings and the building code, the proper course is to submit a request for information to the architect before installing the affected components. The architect must resolve the conflict and issue a corrective revision that complies with the building code. Installing doors that violate the egress code will fail inspection regardless of what the drawings show.

40. A — S-corporation income passes through to the shareholders' personal tax returns and is taxed at the individual shareholders' tax rates. The S-corporation itself does not pay federal income tax at the corporate level, avoiding the double taxation that applies to C-corporations. This pass-through taxation is one of the primary tax advantages of the S-corporation structure for small construction businesses.

41. C — Removing a bearing wall requires a structural engineering analysis to design the replacement beam, specify the connections and bearing points, and determine the temporary shoring sequence needed during construction. A building permit must be obtained for any structural modification to ensure the work is inspected and meets code requirements. Proceeding without engineering analysis and a permit creates structural risk and code violations.

42. B — Reducing retainage after a project reaches a specified completion milestone is a common and reasonable contract provision that recognizes the decreased risk as the project progresses. Many contracts allow retainage reduction at fifty percent completion or later, subject to the owner's satisfaction with the work quality. The reduced retainage improves the contractor's cash flow while the owner retains adequate financial security.

43. A — Most building codes limit residential roofs to a maximum of two layers of composition shingles to prevent excessive weight on the roof structure. With three existing layers, the roof already exceeds this limit, so all layers must be removed down to the roof deck before new roofing is installed. This also allows inspection of the roof sheathing for damage before the new roofing material is applied.

44. D — A coordination meeting with both subcontractors allows the project manager to divide the work area into zones, stagger the work sequence to prevent physical conflicts, and establish a daily plan that keeps both trades productive without interference. This proactive approach prevents costly delays, rework, and safety hazards from trades working on top of each other. Trade coordination is a fundamental responsibility of the general contractor.

45. C — The contractor is obligated to comply with all applicable building and fire codes regardless of the homeowner's preferences or objections. When the local fire code requires residential fire sprinklers, omitting them would violate the code and prevent the building from passing inspection and receiving a certificate of occupancy. The contractor should explain the code requirement and its purpose to the homeowner.

46. D — Oregon's unemployment insurance obligation generally begins when the employer pays wages to employees, subject to specific thresholds and criteria established by Oregon employment law. The specific threshold amounts and qualifying criteria may change, so contractors should verify current requirements with the Oregon Employment Department. Failing to register and pay unemployment taxes when required can result in penalties and interest.

47. C — A grease interceptor captures fats, oils, and grease from kitchen wastewater before it enters the sanitary sewer system. Without interception, grease accumulates in sewer lines causing blockages, backups, and costly maintenance. Health departments require grease interceptors in commercial food service establishments to protect the public sewer infrastructure.

48. D — Bonding capacity is primarily determined by the contractor's financial strength, including working capital, net worth, and debt-to-equity ratio. Improving the company's financial position by increasing working capital, reducing debt, and strengthening the balance sheet demonstrates to the surety that the contractor can support larger projects. The surety's underwriting decision is based on the contractor's financial capacity to complete bonded work.

49. A — Submitting a written RFI to the architect before bidding addresses the observed condition through the proper project communication channel. The architect's response will clarify whether the cracking has been evaluated, whether repairs are included in the scope, and how the condition should be addressed in the contractor's bid. This documentation protects the contractor from assuming scope that may or may not be included in the project.

50. B — When a fire alarm system is tested without notifying the fire department, the alarm signals may be transmitted to the monitoring service and dispatched as a real emergency. The fire department response wastes resources and may result in penalties for the false alarm. Notification before testing allows the fire department to disregard alarm signals during the scheduled testing window.

51. A — Egress windows must have a minimum net clear opening of five-point-seven square feet, with minimum dimensions of twenty inches wide and twenty-four inches high. While this window meets the minimum width and height dimensions, the net clear opening area of twenty inches times twenty-four inches equals approximately three-point-three square feet, which is well below the required five-point-seven square feet. The window must be larger to satisfy the egress code.

52. D — Non-rated electrical boxes create unprotected openings in fire-rated ceiling assemblies that allow fire, smoke, and hot gases to pass through the rated barrier. These penetrations compromise the fire resistance of the entire assembly and endanger building occupants. Fire-rated boxes or properly listed assemblies must be used to maintain the integrity of the fire-rated ceiling construction.

53. B — Oregon's anti-indemnity statute voids construction contract provisions that require one party to indemnify another party for liability arising from the indemnitee's own negligence. The portion of the clause requiring the subcontractor to cover the general contractor's negligence is unenforceable. Indemnification for the subcontractor's own negligence remains valid and enforceable under Oregon law.

54. B — Vertical bore holes for geothermal heat pump systems penetrate the subsurface and may interact with groundwater resources, triggering well drilling or geothermal drilling permit requirements. Oregon requires the drilling to be performed by a licensed driller who understands subsurface geology and groundwater protection. These regulations protect groundwater quality and ensure the bore holes are properly constructed and sealed.

55. D — The project manager should reduce the pay application to reflect the actual percentage of completion by withholding an amount proportional to the incomplete coping work. This ensures the subcontractor is paid fairly for completed work while the contractor retains adequate funds to cover the remaining scope. Approving one hundred percent completion when work remains outstanding misrepresents project status and reduces leverage for completion.

56. A — Installing R-four insulation when R-eight is specified fails to meet the mechanical code requirements and will result in a failed inspection. Under-insulated supply ducts lose heat to unconditioned spaces, reducing the system's heating efficiency and increasing energy consumption. The contractor must remove the non-compliant insulation and install the specified R-eight insulation before the mechanical inspection can be approved.

57. C — Certain pressure-treated lumber preservatives, particularly copper-based treatments like ACQ and CA, accelerate corrosion of standard zinc-plated fasteners. The building code requires fasteners that are compatible with the specific preservative treatment used in the lumber. Hot-dipped galvanized or stainless steel fasteners are typically required to resist the corrosive effects of modern pressure-treated wood preservatives.

58. D — A current ratio below one-point-zero means the company's current liabilities exceed its current assets, indicating the company may have difficulty paying its short-term obligations as they come due. This is a serious financial warning sign that requires immediate attention to prevent cash flow insolvency. The contractor should analyze the underlying causes and take corrective action to improve the company's liquidity position.

59. A — The cost allocation for structural reinforcement depends on the contract terms and how the solar installation was specified. Typically, the party who specified the solar installation is responsible for ensuring the building can support the additional load, including paying for any structural modifications. The contract should clearly define responsibility for structural assessments and modifications before the solar installation begins.

60. C — A five-day delay is within the eight days of total float available for the painting activity, meaning the delay will not affect the project completion date. However, the contractor

should monitor the remaining three days of float and communicate to the subcontractor that no further delays can be absorbed. Using float does not extend the project deadline but does reduce the schedule buffer available for unexpected issues.

61. A — Property boundary disputes are legal matters between property owners that the contractor should not attempt to resolve. The contractor should stop work, notify the homeowner of the encroachment, and advise them to resolve the boundary issue through proper legal channels such as a survey and negotiation with the neighbor. Proceeding with construction before the boundary is resolved could expose the contractor and homeowner to legal liability.

62. D — Oregon law requires the Information Notice to Owner in all residential construction contracts, and failure to include this mandatory disclosure may result in CCB disciplinary action including fines. The notice informs the homeowner of their right to file a complaint with the CCB and provides the CCB's contact information. This requirement applies regardless of the contract value and is a condition of the contractor's licensing obligation.

63. C — Backflow prevention devices prevent contaminated water from flowing backward into the potable water supply system due to back-pressure or back-siphonage conditions. Without these devices, chemicals, bacteria, or other contaminants could enter the drinking water supply through cross-connections. Building codes require backflow prevention at every point where a potable water connection could be subject to contamination.

64. D — A cold joint forms when fresh concrete is placed against concrete that has already begun to set, preventing proper bonding between the two placements. The resulting joint creates a plane of weakness that can crack, allow water infiltration, and reduce load transfer across the slab. Continuous placement without interruption ensures monolithic concrete that performs as a single structural element.

65. B — Combustible framing in direct contact with fireplace masonry can ignite from conducted heat during prolonged fireplace use, creating a concealed fire within the wall assembly. The two-inch clearance provides an air space that prevents heat transfer from the masonry to the wood framing. This clearance requirement exists because masonry can reach temperatures high enough to cause pyrolysis and eventual ignition of wood in direct contact.

66. B — An escalation clause provides a predetermined annual increase in the base rent, typically tied to a fixed percentage or an inflation index such as the Consumer Price Index. This clause protects the landlord against inflation erosion of rental income over the lease term. The contractor should factor these annual increases into long-term financial planning when evaluating the total cost of the lease.

67. D — Most residential building codes require a minimum ratio of one square foot of net free ventilation area for every one hundred fifty square feet of attic floor area. This ratio may be reduced to one to three hundred when balanced intake and exhaust ventilation is provided, such as soffit vents combined with ridge vents. Adequate attic ventilation prevents moisture buildup, ice damming, and premature deterioration of roofing materials.

68. C — Unplanned sharp elbows increase the total static pressure in the duct system by creating additional resistance to airflow. When the total static pressure exceeds the HVAC equipment's rated capacity, airflow to the supply registers decreases below the design

requirements. This results in rooms that do not receive adequate heating or cooling, causing comfort complaints and increased energy consumption.

69. D — The minimum general liability insurance coverage amounts for Oregon CCB-licensed contractors are established by CCB administrative rules and may vary by license category and endorsement type. Because these requirements can change through administrative rulemaking, contractors should verify the current minimum coverage amounts directly with the CCB or review the current Oregon administrative rules before purchasing or renewing their policies.

70. D — The turn-of-nut method requires the bolts to be tightened to a snug-tight condition and then rotated an additional specified amount to achieve the required preload tension. Stopping at snug-tight without the additional rotation means the bolts may not achieve the design preload, potentially resulting in connections that cannot resist the specified forces. Under-tensioned bolts can lead to joint slippage, bolt fatigue, and structural failure.

71. A — When unexpected groundwater is encountered that was not indicated in the geotechnical report or contract documents, the contractor may claim a differing site condition and seek additional compensation. The cost allocation ultimately depends on the specific contract terms and the adequacy of the preconstruction subsurface investigation. The contractor must provide timely written notice and documentation to preserve the right to a differing site condition claim.

72. C — Mechanically connecting the new foundation to the existing foundation transfers loads between the structures and prevents differential settlement or separation at the joint. Without a proper connection, the two foundations can move independently, causing structural cracking at the junction and creating gaps that allow water infiltration. The connection method must be specified by the structural engineer based on soil conditions and load requirements.

73. A — A notice of non-conforming work requires the subcontractor to correct the deficient work at their own expense within the specified timeframe, or to remove and replace the work if correction is not feasible. The subcontractor is contractually obligated to perform work that meets the project specifications, and the cost of correcting non-conforming work is the subcontractor's responsibility. Prompt correction prevents the deficiency from affecting subsequent work by other trades.

74. A — Installing drain lines beneath an existing basement slab requires saw-cutting the concrete, excavating to the required depth, installing the drain piping at proper slope, connecting to the existing sewer line, and restoring the concrete after the plumbing passes inspection. This is the standard construction method for adding below-grade plumbing to existing slabs. A building permit and plumbing inspection are required before the concrete is replaced.

75. B — Emergency lighting must illuminate the means of egress for a minimum of ninety minutes when normal power fails, ensuring building occupants can safely navigate corridors, stairways, and exits during an evacuation. The lighting must provide a minimum illumination level at the floor along the egress path. Battery backup or generator power ensures the emergency lighting functions independently of the building's normal electrical system.

76. C — Substantial completion is the milestone at which the building is sufficiently complete for the owner to occupy or use it for its intended purpose, with only minor punch list items

remaining. Final completion occurs when all contract work, including punch list corrections, is finished and the contractor has submitted all required close-out documents. The distinction is important because it triggers different contractual obligations including warranty periods and final payment.

77. C — When an unmarked underground utility is encountered, the contractor must stop excavation immediately to prevent damage to the line, protect the exposed utility from further disturbance, and notify the utility company and the one-call notification center. The line must be identified and properly located before excavation can resume in that area. Damaging an active utility line can cause service interruptions, environmental contamination, and serious injury.

78. B — A quality control plan defines the contractor's procedures for inspecting, testing, and verifying that all work and materials meet the project specifications and code requirements before requesting official inspections. The plan establishes inspection points, testing frequencies, documentation requirements, and corrective action procedures. A well-executed QC plan reduces rework, improves inspection pass rates, and ensures consistent construction quality.

79. A — Installing a heat pump with a lower SEER rating than specified may fail the mechanical inspection because the unit does not meet the minimum efficiency requirements of the energy code. The energy code establishes minimum equipment efficiency standards that cannot be waived by the homeowner's preference for a less expensive unit. The contractor must install equipment that meets or exceeds the specified SEER rating.

80. B — As-built drawings document the actual constructed conditions including any deviations, field changes, substitutions, and modifications made during construction. These drawings provide an accurate record of what was actually built compared to the original design documents. As-builts are essential for future maintenance, renovation, and repair work because they show the true locations of structural elements, utilities, and concealed components.

