Ch. 433

# (House Bill 1453)

AN ACT concerning

#### Real Estate Licensees - Verification of Service Provider Licensing Status

FOR the purpose of providing that a licensee of the State Real Estate Commission need not verify that a certain service provider is licensed by the State under certain circumstances, notwithstanding any other provision of law and with a certain exception; requiring a licensee of the Commission to verify <u>annually</u> that a home improvement contractor is licensed by the Maryland Home Improvement Commission <del>at a certain time</del> under certain circumstances; requiring the licensee to give a client certain information for a certain purpose under certain circumstances; defining a certain term; and generally relating to verification of licensing status of service providers by licensees of the State Real Estate Commission.

BY adding to

Article – Business Occupations and Professions Section 17–527.4 Annotated Code of Maryland (2010 Replacement Volume and 2015 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

### **Article – Business Occupations and Professions**

## 17 - 527.4.

# (A) (1) IN THIS SECTION, "SERVICE PROVIDER" INCLUDES A MORTGAGE LENDER, A MORTGAGE BROKER, A REAL ESTATE APPRAISER, A HOME INSPECTOR, A PLUMBER, AN ELECTRICIAN, AND A HEATING, VENTILATION, AIR-CONDITIONING, AND REFRIGERATION CONTRACTOR.

(2) "SERVICE PROVIDER" DOES NOT INCLUDE A HOME IMPROVEMENT CONTRACTOR.

(B) NOTWITHSTANDING ANY OTHER PROVISION OF LAW AND EXCEPT AS OTHERWISE PROVIDED IN SUBSECTION (C) OF THIS SECTION, IF A LICENSEE OFFERS THE NAME OF A SERVICE PROVIDER TO A CLIENT IN THE PROVISION OF REAL ESTATE BROKERAGE SERVICES, THE LICENSEE NEED NOT VERIFY THAT THE SERVICE PROVIDER IS CURRENTLY LICENSED BY THE STATE TO PERFORM THE SERVICES.

#### Ch. 433

(C) IF A LICENSEE OFFERS THE NAME OF A HOME IMPROVEMENT CONTRACTOR TO A CLIENT, THE LICENSEE SHALL:

(1) FIRST ANNUALLY VERIFY THAT THE HOME IMPROVEMENT CONTRACTOR IS CURRENTLY LICENSED BY THE HOME IMPROVEMENT COMMISSION UNDER TITLE 8 OF THE BUSINESS REGULATION ARTICLE TO ACT AS A HOME IMPROVEMENT CONTRACTOR BEFORE OFFERING THE NAME TO THE CLIENT; AND

(2) INFORM THE CLIENT OF THE WEB SITE ON WHICH THE LICENSING INFORMATION MAY BE FOUND, AND THE DATE ON WHICH THE LICENSEE VERIFIED THE INFORMATION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2016.

Approved by the Governor, May 10, 2016.