

HOUSE BILL 1192

C2, N1
HB 576/13 – ENV

7lr3250

By: **Delegate Davis**

Introduced and read first time: February 9, 2017

Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

2 **Real Property – Regulation of Common Ownership Community Managers**

3 FOR the purpose of creating the State Board of Common Ownership Community Managers
4 in the Department of Labor, Licensing, and Regulation; providing for the composition
5 of the Board and the appointment, terms, and expenses of the Board members;
6 providing for the powers, duties, and functions of the Board; providing that certain
7 provisions of this Act do not prohibit certain persons from providing certain services
8 under certain circumstances; requiring an individual to be issued a license by the
9 Board before providing management services for a common ownership community
10 under certain circumstances; specifying the qualifications for a license; providing for
11 the issuance, fees, renewal, and reinstatement of a license; authorizing the Board to
12 deny a license to any applicant, reprimand a licensed manager, or suspend or revoke
13 a license under certain circumstances; requiring an individual to be issued a limited
14 license by the Board before providing management services for a common ownership
15 community under certain circumstances; specifying the qualifications for a limited
16 license; providing for the issuance, fees, renewal, and reinstatement of a limited
17 license; authorizing the Board to deny a limited license to any applicant, reprimand
18 any holder of a limited license, or suspend or revoke a limited license under certain
19 circumstances; requiring a common ownership community to register with the Board
20 under certain circumstances; imposing certain duties on a contracting party
21 concerning a fidelity bond or theft insurance under certain circumstances; imposing
22 certain duties on a licensed manager; requiring a contract to provide management
23 services to include certain provisions under certain circumstances; prohibiting
24 certain acts and imposing certain penalties for a violation of this Act; making certain
25 provisions of this Act subject to the Maryland Program Evaluation Act; establishing
26 the State Board of Common Ownership Community Managers Fund; providing for
27 the purpose, administration, composition, use, and audit of the Fund; requiring that
28 certain investment earnings be credited to the Fund; requiring the Secretary of
29 Labor, Licensing, and Regulation, in consultation with the Board, to calculate certain
30 costs annually; authorizing the Board to set certain fees, based on certain
31 calculations; prohibiting a fee established by the Board from being increased by more

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 than a certain percentage annually; specifying the terms of the initial members of
2 the Board; providing that a certain examination shall satisfy certain examination
3 requirements for a license under certain circumstances; requiring the Board to grant
4 a waiver of certain training and examination requirements for a license under
5 certain circumstances; requiring the Department of Labor, Licensing, and
6 Regulation to report to the General Assembly on or before a certain date; authorizing
7 the Department of Budget and Management to advance certain funds to the Board
8 and requiring the Board to reimburse certain funds under certain circumstances;
9 defining certain terms; and generally relating to the regulation of common ownership
10 community managers.

11 BY renumbering
12 Article – Business Regulation
13 Section 2–108(a)(10) through (33), respectively
14 to be Section 2–108(a)(11) through (34), respectively
15 Annotated Code of Maryland
16 (2015 Replacement Volume and 2016 Supplement)

17 BY renumbering
18 Article – State Government
19 Section 8–403(b)(13) through (58), respectively
20 to be Section 8–403(b)(14) through (59), respectively
21 Annotated Code of Maryland
22 (2014 Replacement Volume and 2016 Supplement)

23 BY adding to
24 Article – Business Occupations and Professions
25 Section 22–101 through 22–802 to be under the new title “Title 22. Common
26 Ownership Community Managers”
27 Annotated Code of Maryland
28 (2010 Replacement Volume and 2016 Supplement)

29 BY adding to
30 Article – Business Regulation
31 Section 2–106.9, 2–106.10, and 2–108(a)(10)
32 Annotated Code of Maryland
33 (2015 Replacement Volume and 2016 Supplement)

34 BY adding to
35 Article – Corporations and Associations
36 Section 5–6B–12.1
37 Annotated Code of Maryland
38 (2014 Replacement Volume and 2016 Supplement)

39 BY adding to
40 Article – Real Property
41 Section 11–130.1 and 11B–115.2

1 Annotated Code of Maryland
2 (2015 Replacement Volume and 2016 Supplement)

3 BY repealing and reenacting, without amendments,
4 Article – State Finance and Procurement
5 Section 6–226(a)(2)(i)
6 Annotated Code of Maryland
7 (2015 Replacement Volume and 2016 Supplement)

8 BY repealing and reenacting, with amendments,
9 Article – State Finance and Procurement
10 Section 6–226(a)(2)(ii)94. and 95.
11 Annotated Code of Maryland
12 (2015 Replacement Volume and 2016 Supplement)

13 BY adding to
14 Article – State Finance and Procurement
15 Section 6–226(a)(2)(ii)96.
16 Annotated Code of Maryland
17 (2015 Replacement Volume and 2016 Supplement)

18 BY repealing and reenacting, without amendments,
19 Article – State Government
20 Section 8–403(a)
21 Annotated Code of Maryland
22 (2014 Replacement Volume and 2016 Supplement)

23 BY adding to
24 Article – State Government
25 Section 8–403(b)(13)
26 Annotated Code of Maryland
27 (2014 Replacement Volume and 2016 Supplement)

28 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
29 That Section(s) 2–108(a)(10) through (33), respectively, of Article – Business Regulation of
30 the Annotated Code of Maryland be renumbered to be Section(s) 2–108(a)(11) through (34),
31 respectively.

32 SECTION 2. AND BE IT FURTHER ENACTED, That Section(s) 8–403(b)(13)
33 through (58), respectively, of Article – State Government of the Annotated Code of
34 Maryland be renumbered to be Section(s) 8–403(b)(14) through (59), respectively.

35 SECTION 3. AND BE IT FURTHER ENACTED, That the Laws of Maryland read
36 as follows:

37 **Article – Business Occupations and Professions**

1 **TITLE 22. COMMON OWNERSHIP COMMUNITY MANAGERS.**

2 **SUBTITLE 1. DEFINITIONS; GENERAL PROVISIONS.**

3 **22-101.**

4 **(A) IN THIS TITLE THE FOLLOWING WORDS HAVE THE MEANINGS**
5 **INDICATED.**

6 **(B) “BOARD” MEANS THE STATE BOARD OF COMMON OWNERSHIP**
7 **COMMUNITY MANAGERS.**

8 **(C) (1) “COMMON OWNERSHIP COMMUNITY” MEANS:**

9 **(I) A CONDOMINIUM AS DEFINED IN § 11-101 OF THE REAL**
10 **PROPERTY ARTICLE THAT IS USED FOR RESIDENTIAL PURPOSES;**

11 **(II) A COOPERATIVE HOUSING CORPORATION AS DEFINED IN §**
12 **5-6B-01 OF THE CORPORATIONS AND ASSOCIATIONS ARTICLE; AND**

13 **(III) A HOMEOWNERS ASSOCIATION AS DEFINED IN § 11B-101 OF**
14 **THE REAL PROPERTY ARTICLE.**

15 **(2) “COMMON OWNERSHIP COMMUNITY” DOES NOT INCLUDE A**
16 **TIME-SHARE PROJECT AS DEFINED IN § 11A-101 OF THE REAL PROPERTY**
17 **ARTICLE.**

18 **(D) “HOLDER OF A LIMITED LICENSE” MEANS, UNLESS THE CONTEXT**
19 **REQUIRES OTHERWISE, AN INDIVIDUAL WHO IS ISSUED A LIMITED LICENSE BY THE**
20 **BOARD UNDER SUBTITLE 4 OF THIS TITLE TO PROVIDE MANAGEMENT SERVICES**
21 **FOR A COMMON OWNERSHIP COMMUNITY UNDER THE SUPERVISION OF A LICENSED**
22 **MANAGER.**

23 **(E) “LICENSE” MEANS, UNLESS THE CONTEXT REQUIRES OTHERWISE, A**
24 **LICENSE ISSUED BY THE BOARD UNDER SUBTITLE 3 OF THIS TITLE THAT ALLOWS**
25 **AN INDIVIDUAL TO PROVIDE MANAGEMENT SERVICES FOR A COMMON OWNERSHIP**
26 **COMMUNITY.**

27 **(F) “LICENSED MANAGER” MEANS, UNLESS THE CONTEXT REQUIRES**
28 **OTHERWISE, AN INDIVIDUAL WHO IS ISSUED A LICENSE BY THE BOARD UNDER**
29 **SUBTITLE 3 OF THIS TITLE TO PROVIDE MANAGEMENT SERVICES FOR A COMMON**
30 **OWNERSHIP COMMUNITY.**

1 (G) "LIMITED LICENSE" MEANS, UNLESS THE CONTEXT REQUIRES
2 OTHERWISE, A LIMITED LICENSE ISSUED BY THE BOARD UNDER SUBTITLE 4 OF THIS
3 TITLE THAT ALLOWS THE INDIVIDUAL TO PROVIDE MANAGEMENT SERVICES FOR A
4 COMMON OWNERSHIP COMMUNITY UNDER THE SUPERVISION OF A LICENSED
5 MANAGER.

6 (H) "PROVIDE MANAGEMENT SERVICES" MEANS:

7 (1) TO ACT WITH THE AUTHORITY OF THE COMMON OWNERSHIP
8 COMMUNITY IN ITS BUSINESS, LEGAL, FINANCIAL, OR OTHER TRANSACTIONS WITH
9 MEMBERS AND NONMEMBERS OF THE COMMON OWNERSHIP COMMUNITY;

10 (2) TO EXECUTE THE RESOLUTIONS AND DECISIONS OF A COMMON
11 OWNERSHIP COMMUNITY OR, WITH THE AUTHORITY OF THE COMMON OWNERSHIP
12 COMMUNITY, TO ENFORCE THE RIGHTS OF THE COMMON OWNERSHIP COMMUNITY
13 SECURED BY STATUTE, CONTRACT, COVENANT, RULE, OR BYLAW;

14 (3) TO NEGOTIATE CONTRACTS OR OTHERWISE COORDINATE OR
15 ARRANGE FOR SERVICES OR THE PURCHASE OF PROPERTY AND GOODS FOR OR ON
16 BEHALF OF A COMMON OWNERSHIP COMMUNITY;

17 (4) TO COLLECT, DISBURSE, OR OTHERWISE EXERCISE DOMINION OR
18 CONTROL OVER MONEY OR OTHER PROPERTY BELONGING TO A COMMON
19 OWNERSHIP COMMUNITY;

20 (5) TO PREPARE BUDGETS, FINANCIAL STATEMENTS, OR OTHER
21 FINANCIAL REPORTS FOR A COMMON OWNERSHIP COMMUNITY;

22 (6) TO ARRANGE, CONDUCT, OR COORDINATE MEETINGS OF A
23 COMMON OWNERSHIP COMMUNITY OR THE GOVERNING BODY OF A COMMON
24 OWNERSHIP COMMUNITY; OR

25 (7) TO OFFER OR SOLICIT TO PERFORM ANY OF THE ACTS OR
26 SERVICES LISTED IN ITEMS (1) THROUGH (6) OF THIS SUBSECTION ON BEHALF OF A
27 COMMON OWNERSHIP COMMUNITY.

28 (I) "RESPONSIBLE MANAGER" MEANS A LICENSED MANAGER WHO HAS
29 PRIMARY RESPONSIBILITY FOR PROVIDING MANAGEMENT SERVICES TO A COMMON
30 OWNERSHIP COMMUNITY UNDER THE TERMS OF A CONTRACT ENTERED INTO BY THE
31 COMMON OWNERSHIP COMMUNITY.

32 22-102.

1 **THE PROVISIONS OF THIS TITLE THAT REQUIRE AN INDIVIDUAL TO BE ISSUED**
2 **A LICENSE OR A LIMITED LICENSE DO NOT PROHIBIT:**

3 **(1) AN INDIVIDUAL WHO IS A REGULAR, SALARIED EMPLOYEE OF A**
4 **LICENSED MANAGER OR A SINGLE COMMON OWNERSHIP COMMUNITY FROM**
5 **PERFORMING ADMINISTRATIVE, INTERNAL, BOOKKEEPING, OR MINISTERIAL**
6 **FUNCTIONS IN SUPPORT OF THE LICENSED MANAGER OR THE SINGLE COMMON**
7 **OWNERSHIP COMMUNITY;**

8 **(2) AN INDIVIDUAL WHO IS ADMINISTRATIVE SUPPORT STAFF OR AN**
9 **ASSISTANT OF A LICENSED MANAGER FROM INCIDENTALLY PROVIDING**
10 **MANAGEMENT SERVICES IF THE INDIVIDUAL IS SUPERVISED BY A LICENSED**
11 **MANAGER;**

12 **(3) A RESIDENT OF A COMMON OWNERSHIP COMMUNITY WHO ACTS**
13 **WITHOUT COMPENSATION FROM PROVIDING MANAGEMENT SERVICES FOR THAT**
14 **COMMON OWNERSHIP COMMUNITY;**

15 **(4) A MEMBER OF THE GOVERNING BODY OF A COMMON OWNERSHIP**
16 **COMMUNITY WHO ACTS WITHOUT COMPENSATION FROM PROVIDING MANAGEMENT**
17 **SERVICES FOR THAT COMMON OWNERSHIP COMMUNITY;**

18 **(5) AN ATTORNEY AT LAW FROM REPRESENTING A COMMON**
19 **OWNERSHIP COMMUNITY, A LICENSED MANAGER, OR A HOLDER OF A LIMITED**
20 **LICENSE IN ANY BUSINESS THAT CONSTITUTES THE PRACTICE OF LAW;**

21 **(6) AN INDIVIDUAL LICENSED UNDER THIS ARTICLE AS A LICENSED**
22 **CERTIFIED PUBLIC ACCOUNTANT, A LICENSED REAL ESTATE BROKER, OR A**
23 **LICENSED ASSOCIATE REAL ESTATE BROKER FROM PROVIDING TO A COMMON**
24 **OWNERSHIP COMMUNITY THE SERVICES FOR WHICH THE INDIVIDUAL IS LICENSED;**

25 **(7) A PERSON WHO ACTS AS A RECEIVER OR TRUSTEE IN BANKRUPTCY**
26 **IN THE PERFORMANCE OF DUTIES OR A PERSON WHO ACTS UNDER A COURT ORDER**
27 **FROM PROVIDING MANAGEMENT SERVICES FOR A COMMON OWNERSHIP**
28 **COMMUNITY; OR**

29 **(8) ANY EMPLOYEE OF THE COLUMBIA ASSOCIATION IN HOWARD**
30 **COUNTY FROM PROVIDING MANAGEMENT SERVICES ONLY TO THE COLUMBIA**
31 **ASSOCIATION OR THE AFFILIATED VILLAGE ASSOCIATIONS IN HOWARD COUNTY.**

32 **SUBTITLE 2. STATE BOARD OF COMMON OWNERSHIP COMMUNITY MANAGERS.**

33 **22-201.**

1 **THERE IS A STATE BOARD OF COMMON OWNERSHIP COMMUNITY MANAGERS**
2 **IN THE DEPARTMENT.**

3 **22-202.**

4 **(A) (1) THE BOARD CONSISTS OF NINE MEMBERS.**

5 **(2) OF THE NINE MEMBERS OF THE BOARD:**

6 **(I) FIVE SHALL BE LICENSED COMMON OWNERSHIP**
7 **COMMUNITY MANAGERS;**

8 **(II) ONE SHALL BE A LAWYER, AS DEFINED IN § 10-101 OF THIS**
9 **ARTICLE, WHOSE PRIMARY PRACTICE INCLUDES THE REPRESENTATION OF**
10 **COMMON OWNERSHIP COMMUNITIES; AND**

11 **(III) THREE SHALL BE RESIDENT OWNERS IN A COMMON**
12 **OWNERSHIP COMMUNITY.**

13 **(3) THE GOVERNOR SHALL APPOINT THE MEMBERS WITH THE**
14 **ADVICE OF THE SECRETARY AND THE ADVICE AND CONSENT OF THE SENATE.**

15 **(B) EACH MEMBER OF THE BOARD SHALL BE A RESIDENT OF THE STATE.**

16 **(C) BEFORE TAKING OFFICE, EACH APPOINTEE TO THE BOARD SHALL TAKE**
17 **THE OATH REQUIRED BY ARTICLE I, § 9 OF THE MARYLAND CONSTITUTION.**

18 **(D) (1) THE TERM OF A MEMBER IS 4 YEARS AND BEGINS ON JULY 1.**

19 **(2) THE TERMS OF THE MEMBERS ARE STAGGERED AS REQUIRED BY**
20 **THE TERMS PROVIDED FOR MEMBERS OF THE BOARD ON OCTOBER 1, 2017.**

21 **(3) AT THE END OF A TERM, A MEMBER CONTINUES TO SERVE UNTIL**
22 **A SUCCESSOR IS APPOINTED AND QUALIFIES.**

23 **(4) A MEMBER WHO IS APPOINTED AFTER A TERM HAS BEGUN SERVES**
24 **ONLY FOR THE REST OF THE TERM AND UNTIL A SUCCESSOR IS APPOINTED AND**
25 **QUALIFIES.**

26 **(5) A MEMBER MAY NOT SERVE MORE THAN TWO CONSECUTIVE**
27 **TERMS.**

28 **22-203.**

1 FROM AMONG THE MEMBERS OF THE BOARD, THE GOVERNOR SHALL
2 APPOINT A CHAIR AND VICE CHAIR.

3 22-204.

4 (A) A MAJORITY OF THE MEMBERS THEN SERVING ON THE BOARD IS A
5 QUORUM.

6 (B) THE BOARD SHALL DETERMINE THE TIMES AND PLACES OF ITS
7 MEETINGS.

8 (C) A MEMBER OF THE BOARD:

9 (1) MAY NOT RECEIVE COMPENSATION; BUT

10 (2) IS ENTITLED TO REIMBURSEMENT FOR EXPENSES UNDER THE
11 STANDARD STATE TRAVEL REGULATIONS, AS PROVIDED IN THE STATE BUDGET.

12 (D) THE BOARD MAY EMPLOY STAFF IN ACCORDANCE WITH THE STATE
13 BUDGET.

14 22-205.

15 (A) IN ADDITION TO ANY POWERS SET FORTH ELSEWHERE, THE BOARD
16 MAY:

17 (1) ADOPT BYLAWS AS NECESSARY TO DO THE BUSINESS OF THE
18 BOARD; AND

19 (2) ADOPT ANY REGULATIONS TO CARRY OUT THIS TITLE.

20 (B) IN ADDITION TO ANY DUTIES SET FORTH ELSEWHERE, THE BOARD
21 SHALL:

22 (1) ADOPT RULES OF PROFESSIONAL CONDUCT AS APPROPRIATE FOR
23 INDIVIDUALS ISSUED A LICENSE OR A LIMITED LICENSE UNDER THIS TITLE;

24 (2) ESTABLISH CRITERIA AND A PROCESS FOR CERTIFICATION OF A
25 VARIETY OF EDUCATIONAL OFFERINGS AND TRAINING PROGRAMS FOR ISSUING
26 LICENSES OR LIMITED LICENSES UNDER THIS TITLE;

27 (3) ESTABLISH CONTINUING EDUCATION REQUIREMENTS FOR
28 INDIVIDUALS WHO HAVE BEEN ISSUED A LICENSE OR A LIMITED LICENSE UNDER
29 THIS TITLE; AND

1 **(4) KEEP A RECORD OF ITS PROCEEDINGS.**

2 **(C) THE BOARD MAY ESTABLISH BY REGULATION:**

3 **(1) THE PROCESS OF RESOLVING DISCIPLINARY MATTERS PENDING**
4 **BEFORE THE BOARD THROUGH NONJUDICIAL DISPUTE RESOLUTION PROCESSES;**

5 **(2) EDUCATION AND TRAINING OPPORTUNITIES FOR GOVERNING**
6 **BODIES OF COMMON OWNERSHIP COMMUNITIES; AND**

7 **(3) ANY OTHER PROCEDURES OR STANDARDS CONSISTENT WITH THE**
8 **MISSION OF THE BOARD.**

9 **22-206.**

10 **(A) THE BOARD SHALL MAINTAIN A PUBLIC LIST OF THE NAMES AND**
11 **MAILING ADDRESSES OF ALL INDIVIDUALS ISSUED A LICENSE OR A LIMITED**
12 **LICENSE UNDER THIS TITLE.**

13 **(B) EACH INDIVIDUAL ISSUED A LICENSE OR A LIMITED LICENSE UNDER**
14 **THIS TITLE SHALL:**

15 **(1) DESIGNATE A MAILING ADDRESS AT THE TIME OF ISSUANCE OF**
16 **THE ORIGINAL LICENSE OR LIMITED LICENSE AND ON RENEWAL OF THE LICENSE OR**
17 **LIMITED LICENSE; AND**

18 **(2) NOTIFY THE BOARD OF A CHANGE OF ADDRESS WITHIN 30 DAYS**
19 **AFTER THE CHANGE.**

20 **22-207.**

21 **(A) (1) THE BOARD MAY SET BY REGULATION REASONABLE FEES FOR ITS**
22 **SERVICES.**

23 **(2) THE FEES CHARGED SHALL BE:**

24 **(I) SET TO PRODUCE FUNDS TO APPROXIMATE THE COST OF**
25 **MAINTAINING THE BOARD; AND**

26 **(II) BASED ON THE CALCULATIONS PERFORMED BY THE**
27 **SECRETARY UNDER § 2-106.10 OF THE BUSINESS REGULATION ARTICLE.**

28 **(B) THE BOARD SHALL PUBLISH THE FEE SCHEDULE SET BY THE BOARD.**

1 **(C) (1) THE BOARD SHALL PAY ALL FEES COLLECTED UNDER THIS TITLE**
2 **TO THE COMPTROLLER.**

3 **(2) THE COMPTROLLER SHALL DISTRIBUTE THE FEES TO THE STATE**
4 **BOARD OF COMMON OWNERSHIP COMMUNITY MANAGERS FUND ESTABLISHED**
5 **UNDER § 2-106.9 OF THE BUSINESS REGULATION ARTICLE.**

6 **22-208.**

7 **THE BOARD EXERCISES ITS POWERS, DUTIES, AND FUNCTIONS SUBJECT TO**
8 **THE AUTHORITY OF THE SECRETARY.**

9 **22-209.**

10 **(A) IN ADDITION TO ANY OTHER REMEDY AUTHORIZED UNDER THIS TITLE,**
11 **THE BOARD, WITH THE APPROVAL OF THE ATTORNEY GENERAL, MAY SUE IN THE**
12 **NAME OF THE STATE TO ENJOIN ANY ACT THAT IS PROHIBITED UNDER SUBTITLE 7**
13 **OF THIS TITLE.**

14 **(B) THE BOARD MAY TAKE APPROPRIATE ACTIONS TO:**

15 **(1) ASSIST A COMMON OWNERSHIP COMMUNITY IN EXERCISING ANY**
16 **RIGHTS OF THE COMMON OWNERSHIP COMMUNITY UNDER THIS TITLE; OR**

17 **(2) ENTER INTO COOPERATIVE AND INFORMATION-SHARING**
18 **AGREEMENTS WITH ANY UNIT OF LAW ENFORCEMENT AS ALLOWED BY LAW.**

19 **SUBTITLE 3. LICENSED MANAGERS.**

20 **22-301.**

21 **(A) AN INDIVIDUAL SHALL BE ISSUED A LICENSE BY THE BOARD BEFORE**
22 **THE INDIVIDUAL MAY PROVIDE MANAGEMENT SERVICES FOR A COMMON**
23 **OWNERSHIP COMMUNITY IN THE STATE.**

24 **(B) A LICENSED MANAGER MAY PROVIDE MANAGEMENT SERVICES FOR A**
25 **COMMON OWNERSHIP COMMUNITY ONLY UNDER THE TERMS OF A CONTRACT**
26 **ENTERED INTO BY THE COMMON OWNERSHIP COMMUNITY.**

27 **22-302.**

28 **(A) TO QUALIFY FOR A LICENSE, AN APPLICANT SHALL BE AN INDIVIDUAL**
29 **WHO MEETS:**

1 (1) THE REQUIREMENTS OF THIS SECTION; AND

2 (2) ANY OTHER QUALIFICATION AS REQUIRED BY REGULATION OF
3 THE BOARD.

4 (B) AN APPLICANT SHALL BE A HOLDER OF A LIMITED LICENSE.

5 (C) AN APPLICANT SHALL:

6 (1) COMPLETE A TRAINING PROGRAM APPROVED BY THE BOARD; AND

7 (2) PASS AN EXAMINATION APPROVED BY THE BOARD THAT
8 INCLUDES TESTING OF KNOWLEDGE OF STATE LAWS AND REGULATIONS
9 CONCERNING COMMON OWNERSHIP COMMUNITIES.

10 (D) AN APPLICANT SHALL:

11 (1) BE ACTIVELY ENGAGED IN PROVIDING MANAGEMENT SERVICES
12 FOR AT LEAST 12 MONTHS BEFORE APPLYING FOR A LICENSE; OR

13 (2) HOLD AN ACTIVE PROFESSIONAL DESIGNATION AS APPROVED BY
14 THE BOARD.

15 **22-303.**

16 AN APPLICANT FOR A LICENSE SHALL:

17 (1) SUBMIT TO THE BOARD AN APPLICATION ON THE FORM THAT THE
18 BOARD PROVIDES; AND

19 (2) PAY TO THE BOARD AN APPLICATION FEE SET BY THE BOARD.

20 **22-304.**

21 (A) IF AN APPLICANT QUALIFIES FOR A LICENSE UNDER THIS SUBTITLE,
22 THE BOARD SHALL SEND THE APPLICANT A NOTICE THAT STATES:

23 (1) THE APPLICANT HAS QUALIFIED FOR A LICENSE; AND

24 (2) ON RECEIPT OF THE LICENSE FEE SET BY THE BOARD, THE BOARD
25 WILL ISSUE A LICENSE TO THE APPLICANT.

26 (B) ON PAYMENT OF THE LICENSE FEE, THE BOARD SHALL ISSUE A LICENSE
27 TO EACH APPLICANT WHO MEETS THE REQUIREMENTS OF THIS SUBTITLE.

1 **22-305.**

2 **WHILE IN EFFECT, A LICENSE AUTHORIZES THE LICENSED MANAGER TO**
3 **PROVIDE MANAGEMENT SERVICES TO A COMMON OWNERSHIP COMMUNITY.**

4 **22-306.**

5 **(A) THE TERM OF A LICENSE IS 2 YEARS.**

6 **(B) AT LEAST 2 MONTHS BEFORE A LICENSE EXPIRES, THE BOARD SHALL**
7 **SEND TO THE LICENSED MANAGER, AT THE LAST KNOWN ADDRESS OF THE LICENSED**
8 **MANAGER:**

9 **(1) A RENEWAL APPLICATION FORM; AND**

10 **(2) A NOTICE THAT STATES:**

11 **(I) THE DATE ON WHICH THE CURRENT LICENSE EXPIRES;**

12 **(II) THE DATE BY WHICH THE BOARD MUST RECEIVE THE**
13 **RENEWAL APPLICATION FOR THE RENEWAL TO BE ISSUED AND MAILED BEFORE THE**
14 **LICENSE EXPIRES; AND**

15 **(III) THE AMOUNT OF THE RENEWAL FEE.**

16 **(C) (1) THE BOARD SHALL RENEW THE LICENSE OF AND ISSUE A**
17 **RENEWAL CERTIFICATE TO EACH LICENSED MANAGER WHO MEETS THE**
18 **REQUIREMENTS OF THIS SECTION.**

19 **(2) THE BOARD SHALL INCLUDE ON EACH RENEWAL CERTIFICATE**
20 **THE DATE ON WHICH THE CURRENT LICENSE EXPIRES.**

21 **22-307.**

22 **(A) THE BOARD SHALL REINSTATE THE LICENSE OF AN INDIVIDUAL WHO**
23 **HAS FAILED TO RENEW THE LICENSE IF THE INDIVIDUAL:**

24 **(1) APPLIES TO THE BOARD FOR REINSTATEMENT WITHIN 2 YEARS**
25 **AFTER THE LICENSE EXPIRES;**

26 **(2) MEETS THE RENEWAL REQUIREMENTS OF § 22-306 OF THIS**
27 **SUBTITLE; AND**

28 **(3) PAYS TO THE BOARD A REINSTATEMENT FEE SET BY THE BOARD.**

1 (B) (1) IF AN INDIVIDUAL HAS FAILED TO RENEW A LICENSE AND THEN
2 APPLIES TO THE BOARD FOR REINSTATEMENT MORE THAN 2 YEARS AFTER THE
3 LICENSE HAS EXPIRED, THE BOARD:

4 (I) MAY REQUIRE THE INDIVIDUAL TO REAPPLY FOR A LICENSE
5 IN THE SAME MANNER AS AN APPLICANT APPLIES FOR A LICENSE UNDER THIS
6 SUBTITLE; OR

7 (II) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, MAY
8 REINSTATE THE LICENSE.

9 (2) THE BOARD MAY REINSTATE A LICENSE UNDER PARAGRAPH (1)
10 OF THIS SUBSECTION ONLY IF THE INDIVIDUAL:

11 (I) MEETS THE RENEWAL REQUIREMENTS OF § 22-306 OF THIS
12 SUBTITLE;

13 (II) IF REQUIRED BY THE BOARD, STATES REASONS WHY
14 REINSTATEMENT SHOULD BE GRANTED; AND

15 (III) PAYS TO THE BOARD A REINSTATEMENT FEE SET BY THE
16 BOARD.

17 22-308.

18 (A) SUBJECT TO THE PROVISIONS OF THIS SECTION, THE BOARD MAY ISSUE
19 BY RECIPROCITY A LICENSE TO AN INDIVIDUAL WHO HAS THE EQUIVALENT LICENSE
20 IN ANOTHER STATE OR TERRITORY OF THE UNITED STATES.

21 (B) THE BOARD MAY ISSUE A LICENSE UNDER THIS SECTION ONLY IF THE
22 APPLICANT:

23 (1) PAYS TO THE BOARD A LICENSE FEE SET BY THE BOARD; AND

24 (2) PROVIDES ADEQUATE EVIDENCE THAT AT THE TIME OF
25 APPLICATION FOR LICENSURE UNDER THIS SECTION THE APPLICANT HAS MET
26 REQUIREMENTS THAT ARE SUBSTANTIALLY EQUIVALENT TO THE REQUIREMENTS
27 OF THIS STATE.

28 (C) THE BOARD SHALL ESTABLISH STANDARDS FOR THE ISSUANCE OF A
29 LICENSE UNDER THIS SECTION.

30 22-309.

1 **(A) SUBJECT TO THE HEARING PROVISIONS OF § 22-311 OF THIS SUBTITLE,**
2 **THE BOARD MAY DENY A LICENSE TO ANY APPLICANT, REPRIMAND ANY LICENSED**
3 **MANAGER, OR SUSPEND OR REVOKE A LICENSE IF THE APPLICANT OR LICENSED**
4 **MANAGER:**

5 **(1) FRAUDULENTLY OR DECEPTIVELY OBTAINS OR ATTEMPTS TO**
6 **OBTAIN A LICENSE FOR THE APPLICANT OR LICENSED MANAGER OR FOR ANOTHER;**

7 **(2) FRAUDULENTLY OR DECEPTIVELY USES A LICENSE;**

8 **(3) UNDER THE LAWS OF THE UNITED STATES OR OF ANY STATE, IS**
9 **CONVICTED OF:**

10 **(I) A FELONY; OR**

11 **(II) A MISDEMEANOR THAT IS DIRECTLY RELATED TO THE**
12 **FITNESS AND QUALIFICATIONS OF THE APPLICANT OR LICENSED MANAGER TO**
13 **PROVIDE MANAGEMENT SERVICES;**

14 **(4) ENGAGES IN CONDUCT THAT DEMONSTRATES BAD FAITH,**
15 **INCOMPETENCY, OR UNTRUSTWORTHINESS OR THAT CONSTITUTES DISHONEST,**
16 **FRAUDULENT, OR IMPROPER DEALINGS;**

17 **(5) FAILS TO HANDLE THE FUNDS OF A COMMON OWNERSHIP**
18 **COMMUNITY IN ACCORDANCE WITH THE PROVISIONS OF THIS TITLE;**

19 **(6) FAILS TO ACCOUNT IN A TIMELY MANNER FOR ALL MONEY AND**
20 **PROPERTY RECEIVED ON BEHALF OF A COMMON OWNERSHIP COMMUNITY;**

21 **(7) WILLFULLY FAILS TO DISCLOSE TO A COMMON OWNERSHIP**
22 **COMMUNITY MATERIAL FACTS THAT RELATE TO THE PROPERTY OF THE COMMON**
23 **OWNERSHIP COMMUNITY OR CONCERN MANAGEMENT SERVICES OF WHICH THE**
24 **LICENSED MANAGER HAS ACTUAL KNOWLEDGE;**

25 **(8) IS GUILTY OF GROSS NEGLIGENCE, INCOMPETENCE, OR**
26 **MISCONDUCT IN PROVIDING MANAGEMENT SERVICES;**

27 **(9) HAS BEEN SANCTIONED IN ANOTHER STATE IN A MATTER**
28 **RELATING TO PROVIDING MANAGEMENT SERVICES;**

29 **(10) VIOLATES ANY OTHER PROVISION OF THIS TITLE; OR**

30 **(11) VIOLATES ANY REGULATION ADOPTED BY THE BOARD UNDER**
31 **THIS TITLE.**

1 **(B) (1) INSTEAD OF OR IN ADDITION TO REPRIMANDING THE LICENSED**
2 **MANAGER OR SUSPENDING OR REVOKING A LICENSE UNDER THIS SUBSECTION, THE**
3 **BOARD MAY IMPOSE A PENALTY NOT EXCEEDING \$5,000 FOR EACH VIOLATION.**

4 **(2) TO DETERMINE THE AMOUNT OF THE PENALTY IMPOSED UNDER**
5 **THIS SUBSECTION, THE BOARD SHALL CONSIDER:**

6 **(I) THE SERIOUSNESS OF THE VIOLATION;**

7 **(II) THE HARM CAUSED BY THE VIOLATION;**

8 **(III) THE GOOD FAITH OF THE LICENSED MANAGER; AND**

9 **(IV) ANY HISTORY OF PREVIOUS VIOLATIONS BY THE LICENSED**
10 **MANAGER.**

11 **(3) THE BOARD SHALL PAY ANY PENALTY COLLECTED UNDER THIS**
12 **SUBSECTION INTO THE GENERAL FUND OF THE STATE.**

13 **(C) THE BOARD SHALL CONSIDER THE FOLLOWING FACTS IN THE**
14 **GRANTING, DENIAL, RENEWAL, SUSPENSION, OR REVOCATION OF A LICENSE OR THE**
15 **REPRIMAND OF A LICENSED MANAGER WHEN AN APPLICANT OR A LICENSED**
16 **MANAGER IS CONVICTED OF A FELONY OR MISDEMEANOR DESCRIBED IN**
17 **SUBSECTION (A)(3) OF THIS SECTION:**

18 **(1) THE NATURE OF THE CRIME;**

19 **(2) THE RELATIONSHIP OF THE CRIME TO THE ACTIVITIES**
20 **AUTHORIZED BY THE LICENSE;**

21 **(3) WITH RESPECT TO A FELONY, THE RELEVANCE OF THE**
22 **CONVICTION TO THE FITNESS AND QUALIFICATION OF THE APPLICANT OR LICENSED**
23 **MANAGER TO PROVIDE MANAGEMENT SERVICES;**

24 **(4) THE LENGTH OF TIME SINCE THE CONVICTION; AND**

25 **(5) THE BEHAVIOR AND ACTIVITIES OF THE APPLICANT OR LICENSED**
26 **MANAGER BEFORE AND AFTER THE CONVICTION.**

27 **22-310.**

1 **ON ITS OWN INITIATIVE OR ON A WRITTEN COMPLAINT MADE TO THE BOARD**
2 **BY ANY PERSON, THE BOARD MAY COMMENCE PROCEEDINGS UNDER § 22-311 OF**
3 **THIS SUBTITLE.**

4 **22-311.**

5 **(A) EXCEPT AS OTHERWISE PROVIDED IN § 10-226 OF THE STATE**
6 **GOVERNMENT ARTICLE, BEFORE THE BOARD TAKES ANY FINAL ACTION UNDER §**
7 **22-309 OF THIS SUBTITLE, THE BOARD SHALL GIVE THE INDIVIDUAL AGAINST**
8 **WHOM THE ACTION IS CONTEMPLATED AN OPPORTUNITY FOR A HEARING BEFORE**
9 **THE BOARD.**

10 **(B) THE BOARD SHALL GIVE NOTICE AND HOLD THE HEARING IN**
11 **ACCORDANCE WITH TITLE 10, SUBTITLE 2 OF THE STATE GOVERNMENT ARTICLE.**

12 **(C) THE BOARD MAY ADMINISTER OATHS IN CONNECTION WITH ANY**
13 **PROCEEDING UNDER THIS SECTION.**

14 **(D) (1) THE BOARD MAY ISSUE A SUBPOENA FOR THE ATTENDANCE OF A**
15 **WITNESS TO TESTIFY OR THE PRODUCTION OF EVIDENCE IN CONNECTION WITH ANY**
16 **PROCEEDING UNDER THIS SECTION.**

17 **(2) IF A PERSON FAILS TO COMPLY WITH A SUBPOENA ISSUED UNDER**
18 **THIS SUBSECTION, ON PETITION OF THE BOARD, A CIRCUIT COURT MAY COMPEL**
19 **COMPLIANCE WITH THE SUBPOENA.**

20 **(E) IF, AFTER DUE NOTICE, THE INDIVIDUAL AGAINST WHOM THE ACTION IS**
21 **CONTEMPLATED FAILS OR REFUSES TO APPEAR, THE BOARD MAY HEAR AND**
22 **DETERMINE THE MATTER.**

23 **22-312.**

24 **ANY PERSON AGGRIEVED BY A FINAL DECISION OF THE BOARD IN A**
25 **CONTESTED CASE, AS DEFINED IN § 10-202 OF THE STATE GOVERNMENT ARTICLE,**
26 **IS ENTITLED TO JUDICIAL REVIEW AS PROVIDED IN §§ 10-222 AND 10-223 OF THE**
27 **STATE GOVERNMENT ARTICLE.**

28 **22-313.**

29 **THE BOARD MAY REINSTATE, IN ACCORDANCE WITH THE PROCEDURES OF**
30 **THE BOARD:**

31 **(1) A LICENSE THAT HAS BEEN REVOKED; OR**

1 **(2) BEFORE FULFILLMENT OF THE CONDITIONS OF THE SUSPENSION,**
2 **ANY LICENSE THAT HAS BEEN SUSPENDED.**

3 **SUBTITLE 4. HOLDERS OF A LIMITED LICENSE.**

4 **22-401.**

5 **(A) AN INDIVIDUAL SHALL BE ISSUED A LIMITED LICENSE BY THE BOARD**
6 **BEFORE THE INDIVIDUAL MAY PROVIDE MANAGEMENT SERVICES FOR A COMMON**
7 **OWNERSHIP COMMUNITY IN THE STATE.**

8 **(B) THE HOLDER OF A LIMITED LICENSE ISSUED UNDER THIS SUBTITLE**
9 **MAY PROVIDE MANAGEMENT SERVICES ONLY WHILE UNDER THE GENERAL**
10 **SUPERVISION OF A LICENSED MANAGER.**

11 **22-402.**

12 **(A) TO QUALIFY FOR A LIMITED LICENSE, AN APPLICANT SHALL BE AN**
13 **INDIVIDUAL WHO MEETS:**

14 **(1) THE REQUIREMENTS OF THIS SECTION; AND**

15 **(2) ANY OTHER QUALIFICATION AS REQUIRED BY REGULATION OF**
16 **THE BOARD.**

17 **(B) AN APPLICANT SHALL BE AT LEAST 18 YEARS OLD.**

18 **(C) AN APPLICANT SHALL:**

19 **(1) COMPLETE A TRAINING PROGRAM APPROVED BY THE BOARD; AND**

20 **(2) PASS AN EXAMINATION APPROVED BY THE BOARD.**

21 **22-403.**

22 **AN APPLICANT FOR A LIMITED LICENSE SHALL:**

23 **(1) SUBMIT TO THE BOARD AN APPLICATION ON THE FORM THAT THE**
24 **BOARD PROVIDES; AND**

25 **(2) PAY TO THE BOARD AN APPLICATION FEE SET BY THE BOARD.**

26 **22-404.**

1 **(A) IF AN APPLICANT QUALIFIES FOR A LIMITED LICENSE UNDER THIS**
2 **SUBTITLE, THE BOARD SHALL SEND THE APPLICANT A NOTICE THAT STATES THAT:**

3 **(1) THE APPLICANT HAS QUALIFIED FOR A LIMITED LICENSE; AND**

4 **(2) ON RECEIPT OF THE LIMITED LICENSE FEE SET BY THE BOARD,**
5 **THE BOARD WILL ISSUE A LIMITED LICENSE TO THE APPLICANT.**

6 **(B) ON PAYMENT OF THE LIMITED LICENSE FEE, THE BOARD SHALL ISSUE**
7 **A LIMITED LICENSE TO EACH APPLICANT WHO MEETS THE REQUIREMENTS OF THIS**
8 **SUBTITLE.**

9 **22-405.**

10 **WHILE IN EFFECT, A LIMITED LICENSE AUTHORIZES THE HOLDER OF THE**
11 **LIMITED LICENSE TO PROVIDE MANAGEMENT SERVICES FOR A COMMON**
12 **OWNERSHIP COMMUNITY UNDER THE GENERAL SUPERVISION OF A LICENSED**
13 **MANAGER.**

14 **22-406.**

15 **(A) THE TERM OF A LIMITED LICENSE IS 2 YEARS.**

16 **(B) AT LEAST 2 MONTHS BEFORE A LIMITED LICENSE EXPIRES, THE BOARD**
17 **SHALL SEND TO THE HOLDER OF THE LIMITED LICENSE, AT THE LAST KNOWN**
18 **ADDRESS OF THE HOLDER OF THE LIMITED LICENSE:**

19 **(1) A RENEWAL APPLICATION FORM; AND**

20 **(2) A NOTICE THAT STATES:**

21 **(I) THE DATE ON WHICH THE CURRENT LIMITED LICENSE**
22 **EXPIRES;**

23 **(II) THE DATE BY WHICH THE BOARD MUST RECEIVE THE**
24 **RENEWAL APPLICATION FOR THE RENEWAL TO BE ISSUED AND MAILED BEFORE THE**
25 **LIMITED LICENSE EXPIRES; AND**

26 **(III) THE AMOUNT OF THE RENEWAL FEE.**

27 **(C) (1) THE BOARD SHALL RENEW AND ISSUE A RENEWAL CERTIFICATE**
28 **TO EACH HOLDER OF A LIMITED LICENSE WHO MEETS THE REQUIREMENTS OF THIS**
29 **SECTION.**

1 **(2) THE BOARD SHALL INCLUDE ON EACH RENEWAL CERTIFICATE**
2 **THE DATE ON WHICH THE CURRENT LIMITED LICENSE EXPIRES.**

3 **22-407.**

4 **(A) THE BOARD SHALL REINSTATE THE LIMITED LICENSE OF AN**
5 **INDIVIDUAL WHO HAS FAILED TO RENEW THE LIMITED LICENSE IF THE INDIVIDUAL:**

6 **(1) APPLIES TO THE BOARD FOR REINSTATEMENT WITHIN 2 YEARS**
7 **AFTER THE LIMITED LICENSE EXPIRES;**

8 **(2) MEETS THE RENEWAL REQUIREMENTS OF § 22-406 OF THIS**
9 **SUBTITLE; AND**

10 **(3) PAYS TO THE BOARD A REINSTATEMENT FEE SET BY THE BOARD.**

11 **(B) (1) IF AN INDIVIDUAL HAS FAILED TO RENEW A LIMITED LICENSE AND**
12 **THEN APPLIES TO THE BOARD FOR REINSTATEMENT MORE THAN 2 YEARS AFTER**
13 **THE LIMITED LICENSE HAS EXPIRED, THE BOARD:**

14 **(I) MAY REQUIRE THE INDIVIDUAL TO REAPPLY FOR A LIMITED**
15 **LICENSE IN THE SAME MANNER AS AN APPLICANT APPLIES FOR AN ORIGINAL**
16 **LIMITED LICENSE UNDER THIS SUBTITLE; OR**

17 **(II) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, MAY**
18 **REINSTATE THE LIMITED LICENSE.**

19 **(2) THE BOARD MAY REINSTATE A LIMITED LICENSE UNDER**
20 **PARAGRAPH (1) OF THIS SUBSECTION ONLY IF THE INDIVIDUAL:**

21 **(I) MEETS THE RENEWAL REQUIREMENTS OF § 22-406 OF THIS**
22 **SUBTITLE;**

23 **(II) IF REQUIRED BY THE BOARD, STATES REASONS WHY**
24 **REINSTATEMENT SHOULD BE GRANTED; AND**

25 **(III) PAYS TO THE BOARD A REINSTATEMENT FEE SET BY THE**
26 **BOARD.**

27 **22-408.**

28 **(A) SUBJECT TO THE HEARING PROVISIONS OF § 22-410 OF THIS SUBTITLE,**
29 **THE BOARD MAY DENY A LIMITED LICENSE TO ANY APPLICANT, REPRIMAND ANY**

1 **HOLDER OF A LIMITED LICENSE, OR SUSPEND OR REVOKE A LIMITED LICENSE IF**
2 **THE APPLICANT OR HOLDER OF A LIMITED LICENSE:**

3 **(1) FRAUDULENTLY OR DECEPTIVELY OBTAINS OR ATTEMPTS TO**
4 **OBTAIN A LIMITED LICENSE FOR THE APPLICANT OR HOLDER OF A LIMITED LICENSE**
5 **OR FOR ANOTHER;**

6 **(2) FRAUDULENTLY OR DECEPTIVELY USES A LIMITED LICENSE;**

7 **(3) UNDER THE LAWS OF THE UNITED STATES OR OF ANY STATE, IS**
8 **CONVICTED OF:**

9 **(I) A FELONY; OR**

10 **(II) A MISDEMEANOR THAT IS DIRECTLY RELATED TO THE**
11 **FITNESS AND QUALIFICATIONS OF THE APPLICANT OR HOLDER OF A LIMITED**
12 **LICENSE TO PROVIDE MANAGEMENT SERVICES;**

13 **(4) ENGAGES IN CONDUCT THAT DEMONSTRATES BAD FAITH,**
14 **INCOMPETENCY, OR UNTRUSTWORTHINESS OR THAT CONSTITUTES DISHONEST,**
15 **FRAUDULENT, OR IMPROPER DEALINGS;**

16 **(5) FAILS TO HANDLE THE FUNDS OF A COMMON OWNERSHIP**
17 **COMMUNITY IN ACCORDANCE WITH THE PROVISIONS OF THIS TITLE;**

18 **(6) FAILS TO ACCOUNT IN A TIMELY MANNER FOR ALL MONEY AND**
19 **PROPERTY RECEIVED ON BEHALF OF A COMMON OWNERSHIP COMMUNITY;**

20 **(7) WILLFULLY FAILS TO DISCLOSE TO A COMMON OWNERSHIP**
21 **COMMUNITY MATERIAL FACTS THAT RELATE TO THE PROPERTY OF THE COMMON**
22 **OWNERSHIP COMMUNITY OR CONCERN MANAGEMENT SERVICES OF WHICH THE**
23 **HOLDER OF A LIMITED LICENSE HAS ACTUAL KNOWLEDGE;**

24 **(8) IS GUILTY OF GROSS NEGLIGENCE, INCOMPETENCE, OR**
25 **MISCONDUCT IN PROVIDING MANAGEMENT SERVICES;**

26 **(9) HAS BEEN SANCTIONED IN ANOTHER STATE IN A MATTER**
27 **RELATING TO PROVIDING MANAGEMENT SERVICES;**

28 **(10) VIOLATES ANY OTHER PROVISION OF THIS TITLE; OR**

29 **(11) VIOLATES ANY REGULATION ADOPTED BY THE BOARD UNDER**
30 **THIS TITLE.**

1 **(B) (1) INSTEAD OF OR IN ADDITION TO REPRIMANDING THE HOLDER OF**
2 **A LIMITED LICENSE OR SUSPENDING OR REVOKING A LIMITED LICENSE UNDER THIS**
3 **SUBSECTION, THE BOARD MAY IMPOSE A PENALTY NOT EXCEEDING \$5,000 FOR**
4 **EACH VIOLATION.**

5 **(2) TO DETERMINE THE AMOUNT OF THE PENALTY IMPOSED UNDER**
6 **THIS SUBSECTION, THE BOARD SHALL CONSIDER:**

7 **(I) THE SERIOUSNESS OF THE VIOLATION;**

8 **(II) THE HARM CAUSED BY THE VIOLATION;**

9 **(III) THE GOOD FAITH OF THE HOLDER OF A LIMITED LICENSE;**

10 **AND**

11 **(IV) ANY HISTORY OF PREVIOUS VIOLATIONS BY THE HOLDER OF**
12 **A LIMITED LICENSE.**

13 **(3) THE BOARD SHALL PAY ANY PENALTY COLLECTED UNDER THIS**
14 **SUBSECTION INTO THE GENERAL FUND OF THE STATE.**

15 **(C) THE BOARD SHALL CONSIDER THE FOLLOWING FACTS IN THE**
16 **GRANTING, DENIAL, RENEWAL, SUSPENSION, OR REVOCATION OF A LIMITED**
17 **LICENSE OR THE REPRIMAND OF A HOLDER OF A LIMITED LICENSE WHEN AN**
18 **APPLICANT OR A HOLDER OF A LIMITED LICENSE IS CONVICTED OF A FELONY OR**
19 **MISDEMEANOR DESCRIBED IN SUBSECTION (A)(3) OF THIS SECTION:**

20 **(1) THE NATURE OF THE CRIME;**

21 **(2) THE RELATIONSHIP OF THE CRIME TO THE ACTIVITIES**
22 **AUTHORIZED BY THE LIMITED LICENSE;**

23 **(3) WITH RESPECT TO A FELONY, THE RELEVANCE OF THE**
24 **CONVICTION TO THE FITNESS AND QUALIFICATION OF THE APPLICANT OR HOLDER**
25 **OF A LIMITED LICENSE TO PROVIDE MANAGEMENT SERVICES;**

26 **(4) THE LENGTH OF TIME SINCE THE CONVICTION; AND**

27 **(5) THE BEHAVIOR AND ACTIVITIES OF THE APPLICANT OR HOLDER**
28 **OF A LIMITED LICENSE BEFORE AND AFTER THE CONVICTION.**

29 **22-409.**

1 **ON ITS OWN INITIATIVE OR ON A WRITTEN COMPLAINT MADE TO THE BOARD**
2 **BY ANY PERSON, THE BOARD MAY COMMENCE PROCEEDINGS UNDER § 22-410 OF**
3 **THIS SUBTITLE.**

4 **22-410.**

5 **(A) EXCEPT AS OTHERWISE PROVIDED IN § 10-226 OF THE STATE**
6 **GOVERNMENT ARTICLE, BEFORE THE BOARD TAKES ANY FINAL ACTION UNDER §**
7 **22-408 OF THIS SUBTITLE, THE BOARD SHALL GIVE THE INDIVIDUAL AGAINST**
8 **WHOM THE ACTION IS CONTEMPLATED AN OPPORTUNITY FOR A HEARING BEFORE**
9 **THE BOARD.**

10 **(B) THE BOARD SHALL GIVE NOTICE AND HOLD THE HEARING IN**
11 **ACCORDANCE WITH TITLE 10, SUBTITLE 2 OF THE STATE GOVERNMENT ARTICLE.**

12 **(C) THE BOARD MAY ADMINISTER OATHS IN CONNECTION WITH ANY**
13 **PROCEEDING UNDER THIS SECTION.**

14 **(D) (1) THE BOARD MAY ISSUE A SUBPOENA FOR THE ATTENDANCE OF A**
15 **WITNESS TO TESTIFY OR THE PRODUCTION OF EVIDENCE IN CONNECTION WITH ANY**
16 **PROCEEDING UNDER THIS SECTION.**

17 **(2) IF A PERSON FAILS TO COMPLY WITH A SUBPOENA ISSUED UNDER**
18 **THIS SUBSECTION, ON PETITION OF THE BOARD, A CIRCUIT COURT MAY COMPEL**
19 **COMPLIANCE WITH THE SUBPOENA.**

20 **(E) IF, AFTER DUE NOTICE, THE INDIVIDUAL AGAINST WHOM THE ACTION IS**
21 **CONTEMPLATED FAILS OR REFUSES TO APPEAR, THE BOARD MAY HEAR AND**
22 **DETERMINE THE MATTER.**

23 **22-411.**

24 **ANY PERSON AGGRIEVED BY A FINAL DECISION OF THE BOARD IN A**
25 **CONTESTED CASE, AS DEFINED IN § 10-202 OF THE STATE GOVERNMENT ARTICLE,**
26 **IS ENTITLED TO JUDICIAL REVIEW AS PROVIDED IN §§ 10-222 AND 10-223 OF THE**
27 **STATE GOVERNMENT ARTICLE.**

28 **22-412.**

29 **THE BOARD MAY REINSTATE, IN ACCORDANCE WITH THE PROCEDURES OF**
30 **THE BOARD:**

31 **(1) A LIMITED LICENSE THAT HAS BEEN REVOKED; OR**

1 **(2) BEFORE FULFILLMENT OF THE CONDITIONS OF THE SUSPENSION,**
2 **ANY LIMITED LICENSE THAT HAS BEEN SUSPENDED.**

3 **SUBTITLE 5. REGISTRATION OF COMMON OWNERSHIP COMMUNITIES.**

4 **22-501.**

5 **(A) ON OR BEFORE JANUARY 1 EACH YEAR, A COMMON OWNERSHIP**
6 **COMMUNITY SHALL REGISTER WITH THE BOARD.**

7 **(B) IF A COMMON OWNERSHIP COMMUNITY CONTRACTS FOR MANAGEMENT**
8 **SERVICES, THE RESPONSIBLE MANAGER SHALL BE RESPONSIBLE FOR THE**
9 **REGISTRATION OF THE COMMON OWNERSHIP COMMUNITY.**

10 **22-502.**

11 **EACH COMMON OWNERSHIP COMMUNITY SHALL PROVIDE THE BOARD THE**
12 **FOLLOWING INFORMATION:**

13 **(1) THE NAME AND ADDRESS OF THE COMMON OWNERSHIP**
14 **COMMUNITY;**

15 **(2) THE COUNTY IN WHICH THE COMMON OWNERSHIP COMMUNITY IS**
16 **LOCATED;**

17 **(3) THE NAME AND CONTACT INFORMATION OF EACH OFFICER OR**
18 **MEMBER OF THE BOARD OF DIRECTORS OR GOVERNING BODY OF THE COMMON**
19 **OWNERSHIP COMMUNITY;**

20 **(4) THE NAME AND ADDRESS OF THE LICENSED MANAGER, IF ANY,**
21 **FOR THE COMMON OWNERSHIP COMMUNITY; AND**

22 **(5) ANY OTHER INFORMATION REQUIRED BY THE BOARD.**

23 **SUBTITLE 6. MISCELLANEOUS PROVISIONS.**

24 **22-601.**

25 **(A) IN THIS SECTION, “CONTRACTING PARTY” MEANS A PERSON WHO**
26 **CONTRACTS TO PROVIDE MANAGEMENT SERVICES FOR A COMMON OWNERSHIP**
27 **COMMUNITY.**

1 **(B) A CONTRACTING PARTY SHALL FILE WITH THE SECRETARY PROOF AS**
2 **REQUIRED BY THE BOARD OF A FIDELITY BOND OR THEFT INSURANCE, OR OTHER**
3 **COMPARABLE WRITTEN INSURANCE AS REQUIRED BY THE BOARD, THAT COVERS:**

4 **(1) ANY PERSON WHO PROVIDES MANAGEMENT SERVICES FOR A**
5 **COMMON OWNERSHIP COMMUNITY UNDER THE TERMS OF A CONTRACT; AND**

6 **(2) ANY INDIVIDUAL WORKING UNDER THE DIRECTION OF A PERSON**
7 **DESCRIBED IN ITEM (1) OF THIS SUBSECTION.**

8 **(C) (1) A FIDELITY BOND OR INSURANCE FOR WHICH PROOF IS FILED**
9 **UNDER THIS SECTION SHALL PROVIDE COVERAGE IN AN AMOUNT EQUAL TO THE**
10 **LESSER OF:**

11 **(I) \$2,000,000; OR**

12 **(II) THE HIGHEST AGGREGATE AMOUNT OF THE OPERATING**
13 **AND RESERVE BALANCES OF ALL COMMON OWNERSHIP COMMUNITIES UNDER**
14 **CONTRACT WITH THE CONTRACTING PARTY IN THE PRIOR 3 MONTHS.**

15 **(2) THE TOTAL LIABILITY OF THE INSURANCE TO ALL INSURED**
16 **PERSONS UNDER A FIDELITY BOND OR INSURANCE MAY NOT EXCEED THE SUM OF**
17 **THE FIDELITY BOND OR INSURANCE.**

18 **(3) THE SECRETARY, OR THE SECRETARY'S DESIGNEE, SHALL BE**
19 **NAMED AS A CERTIFICATE HOLDER FOR ANY FIDELITY BOND OR INSURANCE**
20 **REQUIRED UNDER THIS SECTION.**

21 **(D) IF THE FIDELITY BOND OR INSURANCE IS CANCELED, FORFEITED, OR**
22 **TERMINATED, THE CONTRACTING PARTY IMMEDIATELY SHALL NOTIFY THE**
23 **SECRETARY.**

24 **(E) IF THE FIDELITY BOND OR INSURANCE IS CANCELED, FORFEITED, OR**
25 **TERMINATED, OR THE CONTRACTING PARTY FAILS TO NOTIFY THE SECRETARY OF**
26 **ANY CHANGES TO THE FIDELITY BOND OR INSURANCE, THE SECRETARY:**

27 **(1) SHALL SUSPEND ANY LICENSE OR LIMITED LICENSE OF ANY**
28 **INDIVIDUAL PROVIDING MANAGEMENT SERVICES COVERED BY THE FIDELITY BOND**
29 **OR INSURANCE; AND**

30 **(2) MAY NOT REINSTATE A LICENSE OR LIMITED LICENSE UNTIL**
31 **PROOF OF COMPLIANCE WITH THIS SECTION IS PROVIDED TO THE SECRETARY.**

1 (A) A LICENSED MANAGER SHALL DEPOSIT ALL MONEY RECEIVED IN
2 CONNECTION WITH THE PROVISION OF MANAGEMENT SERVICES IN ONE OR MORE OF
3 THE FINANCIAL INSTITUTION ACCOUNTS OF A COMMON OWNERSHIP COMMUNITY.

4 (B) A LICENSED MANAGER WHO PROVIDES MANAGEMENT SERVICES FOR
5 MORE THAN ONE COMMON OWNERSHIP COMMUNITY SHALL MAINTAIN SEPARATE
6 FINANCIAL INSTITUTION ACCOUNTS FOR EACH COMMON OWNERSHIP COMMUNITY.

7 (C) THE FUNDS IN EACH FINANCIAL INSTITUTION ACCOUNT OF A COMMON
8 OWNERSHIP COMMUNITY MAY NOT BE COMMINGLED WITH THE FUNDS OF THE
9 LICENSED MANAGER OR ANOTHER COMMON OWNERSHIP COMMUNITY.

10 (D) THE MAINTENANCE OF FINANCIAL INSTITUTION ACCOUNTS BY A
11 LICENSED MANAGER SHALL BE CUSTODIAL AND PROVIDED IN THE NAME OF THE
12 COMMON OWNERSHIP COMMUNITY.

13 (E) THE RECORDS OF EACH FINANCIAL INSTITUTION ACCOUNT OF A
14 COMMON OWNERSHIP COMMUNITY SHALL BE ACCESSIBLE FOR REVIEW DIRECTLY
15 FROM THE FINANCIAL INSTITUTION BY THE GOVERNING BODY OF THE COMMON
16 OWNERSHIP COMMUNITY.

17 (F) A LICENSED MANAGER WHO WILLFULLY VIOLATES ANY PROVISION OF
18 THIS SECTION IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A
19 FINE NOT EXCEEDING \$25,000 OR IMPRISONMENT NOT EXCEEDING 5 YEARS OR
20 BOTH.

21 **22-603.**

22 IF A COMMON OWNERSHIP COMMUNITY CONTRACTS WITH A PERSON OTHER
23 THAN A LICENSED MANAGER TO PROVIDE MANAGEMENT SERVICES, THE CONTRACT
24 SHALL REQUIRE THAT ONLY A LICENSED MANAGER PROVIDE THE MANAGEMENT
25 SERVICES FOR THE COMMON OWNERSHIP COMMUNITY.

26 **SUBTITLE 7. PROHIBITED ACTS; PENALTIES.**

27 **22-701.**

28 EXCEPT AS OTHERWISE PROVIDED IN THIS TITLE, A PERSON MAY NOT
29 PROVIDE, ATTEMPT TO PROVIDE, OR OFFER TO PROVIDE MANAGEMENT SERVICES
30 FOR A COMMON OWNERSHIP COMMUNITY IN THE STATE UNLESS ISSUED A LICENSE
31 OR A LIMITED LICENSE BY THE BOARD.

32 **22-702.**

1 UNLESS AUTHORIZED UNDER THIS TITLE TO PROVIDE MANAGEMENT
2 SERVICES TO A COMMON OWNERSHIP COMMUNITY, A PERSON MAY NOT REPRESENT
3 TO THE PUBLIC BY USE OF A TITLE, INCLUDING “LICENSED MANAGER”, “HOLDER OF
4 A LIMITED LICENSE”, OR “COMMON OWNERSHIP COMMUNITY MANAGEMENT” BY USE
5 OF AN ABBREVIATION, BY DESCRIPTION OF SERVICES, METHODS, OR PROCEDURES,
6 OR OTHERWISE THAT THE PERSON IS AUTHORIZED TO PROVIDE MANAGEMENT
7 SERVICES FOR A COMMON OWNERSHIP COMMUNITY IN THE STATE.

8 **22-703.**

9 AN INDIVIDUAL MAY NOT:

10 (1) USE OR ATTEMPT TO USE THE LICENSE OR LIMITED LICENSE OF
11 ANOTHER INDIVIDUAL; OR

12 (2) IMPERSONATE ANOTHER INDIVIDUAL WHO HOLDS A LICENSE OR
13 LIMITED LICENSE.

14 **22-704.**

15 AN INDIVIDUAL MAY NOT GIVE FALSE INFORMATION TO THE BOARD IN AN
16 ATTEMPT TO OBTAIN A LICENSE OR LIMITED LICENSE.

17 **22-705.**

18 AN INDIVIDUAL WHOSE LICENSE OR LIMITED LICENSE HAS BEEN SUSPENDED
19 OR REVOKED UNDER THIS TITLE MAY NOT PROVIDE MANAGEMENT SERVICES FOR A
20 COMMON OWNERSHIP COMMUNITY IN ANY MANNER AS:

21 (1) AN ASSOCIATE, AGENT, EMPLOYEE, OR OTHER SUBORDINATE OF A
22 LICENSED MANAGER; OR

23 (2) A PRINCIPAL, ASSOCIATE, AGENT, EMPLOYEE, OR OTHER
24 SUBORDINATE OF A CORPORATION, PARTNERSHIP, OR LIMITED LIABILITY COMPANY
25 THAT PROVIDES MANAGEMENT SERVICES.

26 **22-706.**

27 (A) A PERSON WHO VIOLATES ANY PROVISION OF THIS TITLE IS GUILTY OF
28 A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING
29 \$5,000 OR IMPRISONMENT NOT EXCEEDING 3 YEARS OR BOTH.

1 **(B) (1) THE BOARD MAY IMPOSE ON A PERSON WHO VIOLATES ANY**
2 **PROVISION OF THIS TITLE A PENALTY NOT EXCEEDING \$5,000 FOR EACH VIOLATION.**

3 **(2) IN SETTING THE AMOUNT OF THE PENALTY, THE BOARD SHALL**
4 **CONSIDER:**

5 **(I) THE SERIOUSNESS OF THE VIOLATION;**

6 **(II) THE HARM CAUSED BY THE VIOLATION;**

7 **(III) THE GOOD FAITH OF THE VIOLATOR;**

8 **(IV) ANY HISTORY OF PREVIOUS VIOLATIONS BY THE VIOLATOR;**

9 **AND**

10 **(V) ANY OTHER RELEVANT FACTORS.**

11 **(C) THE BOARD SHALL PAY ANY PENALTY COLLECTED UNDER THIS**
12 **SECTION INTO THE GENERAL FUND OF THE STATE.**

13 **SUBTITLE 8. SHORT TITLE; TERMINATION OF TITLE.**

14 **22-801.**

15 **THIS TITLE MAY BE CITED AS THE MARYLAND COMMON OWNERSHIP**
16 **COMMUNITY MANAGERS ACT.**

17 **22-802.**

18 **SUBJECT TO THE EVALUATION AND REESTABLISHMENT PROVISIONS OF THE**
19 **MARYLAND PROGRAM EVALUATION ACT, THIS TITLE AND ALL REGULATIONS**
20 **ADOPTED UNDER THIS TITLE SHALL TERMINATE AND BE OF NO EFFECT AFTER JULY**
21 **1, 2027.**

22 **Article – Business Regulation**

23 **2-106.9.**

24 **(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS**
25 **INDICATED.**

26 **(2) “BOARD” MEANS THE STATE BOARD OF COMMON OWNERSHIP**
27 **COMMUNITY MANAGERS.**

1 **(3) "FUND" MEANS THE STATE BOARD OF COMMON OWNERSHIP**
2 **COMMUNITY MANAGERS FUND.**

3 **(B) THERE IS A STATE BOARD OF COMMON OWNERSHIP COMMUNITY**
4 **MANAGERS FUND IN THE DEPARTMENT.**

5 **(C) THE PURPOSE OF THE FUND IS TO COVER THE ACTUAL DOCUMENTED**
6 **DIRECT AND INDIRECT COSTS OF FULFILLING THE STATUTORY AND REGULATORY**
7 **DUTIES OF THE BOARD.**

8 **(D) THE SECRETARY OR THE SECRETARY'S DESIGNEE SHALL ADMINISTER**
9 **THE FUND.**

10 **(E) (1) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT**
11 **SUBJECT TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.**

12 **(2) THE STATE TREASURER SHALL HOLD THE FUND SEPARATELY,**
13 **AND THE COMPTROLLER SHALL ACCOUNT FOR THE FUND.**

14 **(F) THE FUND CONSISTS OF:**

15 **(1) FEES COLLECTED BY THE BOARD AND DISTRIBUTED TO THE**
16 **FUND UNDER § 22-207 OF THE BUSINESS OCCUPATIONS AND PROFESSIONS**
17 **ARTICLE;**

18 **(2) INVESTMENT EARNINGS OF THE FUND;**

19 **(3) MONEY APPROPRIATED IN THE STATE BUDGET TO THE FUND; AND**

20 **(4) ANY OTHER MONEY FROM ANY OTHER SOURCE ACCEPTED FOR**
21 **THE BENEFIT OF THE FUND.**

22 **(G) THE FUND MAY BE USED ONLY TO COVER THE ACTUAL DOCUMENTED**
23 **DIRECT AND INDIRECT COSTS OF FULFILLING THE STATUTORY AND REGULATORY**
24 **DUTIES OF THE BOARD.**

25 **(H) (1) THE STATE TREASURER SHALL INVEST THE MONEY OF THE FUND**
26 **IN THE SAME MANNER AS OTHER STATE MONEY MAY BE INVESTED.**

27 **(2) ANY INVESTMENT EARNINGS OF THE FUND SHALL BE CREDITED**
28 **TO THE FUND.**

29 **(I) EXPENDITURES FROM THE FUND MAY BE MADE ONLY IN ACCORDANCE**
30 **WITH THE STATE BUDGET.**

1 **(J) THE LEGISLATIVE AUDITOR SHALL AUDIT THE ACCOUNTS AND**
2 **TRANSACTIONS OF THE FUND AS PROVIDED IN § 2-1220 OF THE STATE**
3 **GOVERNMENT ARTICLE.**

4 **2-106.10.**

5 **(A) IN THIS SECTION, “BOARD” MEANS THE STATE BOARD OF COMMON**
6 **OWNERSHIP COMMUNITY MANAGERS.**

7 **(B) IN CONSULTATION WITH THE BOARD, THE SECRETARY SHALL**
8 **CALCULATE ANNUALLY THE DIRECT AND INDIRECT COSTS ATTRIBUTABLE TO THE**
9 **BOARD.**

10 **(C) THE BOARD SHALL ESTABLISH FEES BASED ON THE CALCULATIONS**
11 **PROVIDED BY THE SECRETARY UNDER THIS SECTION.**

12 **(D) EACH FEE ESTABLISHED BY THE BOARD MAY NOT BE INCREASED**
13 **ANNUALLY BY MORE THAN 12.5% OF THE EXISTING AND CORRESPONDING FEE OF**
14 **THE BOARD.**

15 **2-108.**

16 (a) The following units are in the Department:

17 **(10) THE STATE BOARD OF COMMON OWNERSHIP COMMUNITY**
18 **MANAGERS.**

19 **Article – Corporations and Associations**

20 **5-6B-12.1.**

21 **A COOPERATIVE HOUSING CORPORATION SHALL REGISTER ANNUALLY WITH**
22 **THE STATE BOARD OF COMMON OWNERSHIP COMMUNITY MANAGERS IN THE**
23 **DEPARTMENT OF LABOR, LICENSING, AND REGULATION AS REQUIRED UNDER**
24 **TITLE 22, SUBTITLE 5 OF THE BUSINESS OCCUPATIONS AND PROFESSIONS**
25 **ARTICLE.**

26 **Article – Real Property**

27 **11-130.1.**

28 **A CONDOMINIUM THAT IS USED FOR RESIDENTIAL PURPOSES SHALL**
29 **REGISTER ANNUALLY WITH THE STATE BOARD OF COMMON OWNERSHIP**
30 **COMMUNITY MANAGERS IN THE DEPARTMENT OF LABOR, LICENSING, AND**

1 **REGULATION AS REQUIRED UNDER TITLE 22, SUBTITLE 5 OF THE BUSINESS**
2 **OCCUPATIONS AND PROFESSIONS ARTICLE.**

3 **11B-115.2.**

4 **A HOMEOWNERS ASSOCIATION SHALL REGISTER ANNUALLY WITH THE STATE**
5 **BOARD OF COMMON OWNERSHIP COMMUNITY MANAGERS IN THE DEPARTMENT OF**
6 **LABOR, LICENSING, AND REGULATION AS REQUIRED UNDER TITLE 22, SUBTITLE 5**
7 **OF THE BUSINESS OCCUPATIONS AND PROFESSIONS ARTICLE.**

8 **Article – State Finance and Procurement**

9 6-226.

10 (a) (2) (i) Notwithstanding any other provision of law, and unless
11 inconsistent with a federal law, grant agreement, or other federal requirement or with the
12 terms of a gift or settlement agreement, net interest on all State money allocated by the
13 State Treasurer under this section to special funds or accounts, and otherwise entitled to
14 receive interest earnings, as accounted for by the Comptroller, shall accrue to the General
15 Fund of the State.

16 (ii) The provisions of subparagraph (i) of this paragraph do not apply
17 to the following funds:

18 94. the Community Program Fund; [and]

19 95. the Maryland Corps Program Fund; AND

20 **96. THE STATE BOARD OF COMMON OWNERSHIP**
21 **COMMUNITY MANAGERS FUND.**

22 **Article – State Government**

23 8-403.

24 (a) On or before December 15 of the evaluation year specified, the Department
25 shall:

26 (1) conduct a preliminary evaluation of each governmental activity or unit
27 to be evaluated under this section; and

28 (2) prepare a report on each preliminary evaluation conducted.

29 (b) Each of the following governmental activities or units, and the statues and
30 regulations that relate to the governmental activities or units are subject to preliminary
31 evaluation in the evaluation year specified:

1 **(13) COMMON OWNERSHIP COMMUNITY MANAGERS, STATE BOARD**
2 **OF (§ 22–201 OF THE BUSINESS OCCUPATIONS AND PROFESSIONS ARTICLE: 2027);**

3 SECTION 4. AND BE IT FURTHER ENACTED, That the terms of the initial
4 members of the State Board of Common Ownership Community Managers shall expire as
5 follows:

6 (1) three members in 2020;

7 (2) three members in 2021; and

8 (3) three members in 2022.

9 SECTION 5. AND BE IT FURTHER ENACTED, That:

10 (a) Until the State Board of Common Ownership Community Managers adopts
11 regulations concerning the examination requirements for applicants for a license under this
12 Act, passing an examination that meets the requirements listed in subsection (b) of this
13 section shall be deemed adequate for satisfying the requirements of § 22–302(c)(2) of the
14 Business Occupations and Professions Article, as enacted under Section 3 of this Act.

15 (b) The examination specified under subsection (a) of this section shall be:

16 (1) a nationally prepared and administered standardized examination for
17 the community association management profession; and

18 (2) developed according to the basic principles of professional testing
19 standards that utilize psychometric measurement.

20 SECTION 6. AND BE IT FURTHER ENACTED, That the State Board of Common
21 Ownership Community Managers shall grant a waiver of the training and examination
22 requirements for a license issued under § 22–304 of the Business Occupations and
23 Professions Article, as enacted under Section 3 of this Act, to any applicant who presents
24 to the Board no later than October 1, 2019, satisfactory evidence that the applicant
25 provided management services in the State for the 2 years immediately before the date of
26 application.

27 SECTION 7. AND BE IT FURTHER ENACTED, That, on or before December 1,
28 2017, the Department of Labor, Licensing, and Regulation shall report to the General
29 Assembly, in accordance with § 2–1246 of the State Government Article, on the imposition
30 of a registration fee on common ownership communities, including the necessity for and
31 amount of a registration fee on common ownership communities in relation to the license
32 and limited license fees required under this Act and the size of a common ownership
33 community to which a registration fee would apply.

1 SECTION 8. AND BE IT FURTHER ENACTED, That the Department of Budget
2 and Management, by budget amendment, may advance sufficient funds to the State Board
3 of Common Ownership Community Managers to allow the Board to commence operations
4 on October 1, 2017, so that the functions of issuing licenses and limited licenses and
5 registering common ownership communities can be in place prior to October 1, 2018. The
6 Board shall reimburse any funds that have been advanced after the license and limited
7 license fees have been received and deposited in the State Board of Common Ownership
8 Community Managers Fund.

9 SECTION 9. AND BE IT FURTHER ENACTED, That this Act shall take effect
10 October 1, 2017.