Chapter 531

(Senate Bill 117)

AN ACT concerning

Real Estate Appraisers and Real Estate Appraiser Trainees – Licenses and Certificates – Experience, Renewal, and Reinstatement Requirements

FOR the purpose of altering the number of hours of experience required of an applicant to qualify for a real estate appraisal license or a certificate for residential or general real estate appraisal; altering the time period during which an individual may apply for reinstatement of a license to provide real estate appraisal services or a certificate to provide certified real estate appraisal services; authorizing the State Commission of Real Estate Appraisers, Appraisal Management Companies, and Home Inspectors to reinstate a certain license or a certain certificate under certain circumstances; altering the number of terms for which a real estate appraiser trainee license may be renewed; repealing a provision of law requiring a real estate appraiser trainee license to pay a certain fee to renew a license; requiring the Commission to reinstate the license of a real estate appraiser trainee if the trainee meets certain requirements; and generally relating to real estate appraisers and real estate appraiser trainees.

BY repealing and reenacting, without amendments,

Article – Business Occupations and Professions

Section 16–302(a), 16–503(a), and 16–5A–04(a)

Annotated Code of Maryland

(2018 Replacement Volume and 2019 Supplement)

BY repealing and reenacting, with amendments,

Article – Business Occupations and Professions

Section 16–302(d), 16–310, 16–503(b), 16–512, and 16–5A–04(b)(1)

Annotated Code of Maryland

(2018 Replacement Volume and 2019 Supplement)

BY adding to

Article – Business Occupations and Professions

Section 16-5A-05

Annotated Code of Maryland

(2018 Replacement Volume and 2019 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

- (a) To qualify for a real estate appraisal license, an applicant shall be an individual who meets the requirements of this section.
- (d) (1) An applicant shall satisfy the minimum real estate appraiser qualifications for licensure established under the federal Financial Institutions Reform, Recovery, and Enforcement Act of 1989.
- (2) An applicant shall have completed at least [2,000] hours] THE MINIMUM NUMBER OF HOURS SET BY THE COMMISSION IN REGULATION providing real estate appraiser services as a real estate appraiser trainee under the supervision of a certified appraiser.
 - (3) Classroom hours of study required by this section may be conducted by:
 - (i) an accredited university, college, or community or junior college;
 - (ii) an approved appraisal society, institute, or association; or
 - (iii) another school that the Commission approves.
- (4) The Commission shall approve all courses of study required under this section.

16 - 310.

- (A) The Commission shall reinstate the license of a real estate appraiser who has failed to renew the license, if the real estate appraiser:
- (1) applies to the Commission for reinstatement within [2] 3 years after the license expires;
 - (2) meets the requirements of § 16–308 of this subtitle; and
- (3) in addition to the renewal fee required under § 16–308 of this subtitle, pays to the Commission a reinstatement fee set by the Commission.
- (B) (1) If an individual fails to renew a license for any reason and applies to the Commission for reinstatement more than 3 years after the license has expired, the Commission may:
- (I) REQUIRE THE INDIVIDUAL TO REAPPLY FOR A LICENSE UNDER § 16–302 OF THIS SUBTITLE; OR

- (II) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, REINSTATE THE LICENSE.
- (2) THE COMMISSION MAY REINSTATE A LICENSE UNDER PARAGRAPH (1)(II) OF THIS SUBSECTION ONLY IF THE INDIVIDUAL:
- (I) MEETS THE RENEWAL REQUIREMENTS OF § 16-308 OF THIS SUBTITLE;
- (II) IF REQUIRED BY THE COMMISSION, STATES THE REASONS WHY REINSTATEMENT SHOULD BE GRANTED; AND
- (III) IN ADDITION TO THE RENEWAL FEE REQUIRED UNDER § 16–308 OF THIS SUBTITLE, PAYS TO THE COMMISSION A REINSTATEMENT FEE SET BY THE COMMISSION.

16-503.

- (a) To qualify for a certificate for residential or general real estate appraisal, an applicant shall be an individual who meets the requirements of this section.
 - (b) (1) An applicant shall:
 - (i) be of good character and reputation;
 - (ii) be at least 18 years old; and
- (iii) satisfy the minimum real estate appraiser qualifications for residential certification or general certification, as appropriate, established under the federal Financial Institutions Reform, Recovery, and Enforcement Act of 1989.
- (2) An applicant shall have completed at least [2,000] 1,500 hours] THE MINIMUM NUMBER OF HOURS SET BY THE COMMISSION IN REGULATION providing real estate appraiser services as a real estate appraiser trainee under the supervision of a certified appraiser.
- (3) Classroom hours of study required under this section may be conducted by:
 - (i) an accredited university, college, or community or junior college;
 - (ii) an approved appraisal society, institute, or association; or
 - (iii) another school that the Commission approves.

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(4) The Commission shall approve all courses of study required under this section.

16-512.

- (A) The Commission shall reinstate the certificate of a real estate appraiser who has failed to renew the certificate during the regular term of the certificate or the grace period, if the real estate appraiser:
- (1) applies to the Commission for reinstatement within [2] 3 years after the certificate expires;
 - (2) meets the requirements of § 16–511 of this subtitle; and
- (3) in addition to the renewal fee required under § 16–511 of this subtitle, pays to the Commission a reinstatement fee set by the Commission.
- (B) (1) IF AN INDIVIDUAL FAILS TO RENEW A CERTIFICATE FOR ANY REASON AND APPLIES TO THE COMMISSION FOR REINSTATEMENT MORE THAN 3 YEARS AFTER THE CERTIFICATE HAS EXPIRED, THE COMMISSION MAY:
- (I) REQUIRE THE INDIVIDUAL TO REAPPLY FOR A CERTIFICATE UNDER § 16–505 OF THIS SUBTITLE; OR
- (II) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, REINSTATE THE CERTIFICATE.
- (2) THE COMMISSION MAY REINSTATE A CERTIFICATE UNDER PARAGRAPH (1)(II) OF THIS SUBSECTION ONLY IF THE INDIVIDUAL:
- (I) MEETS THE RENEWAL REQUIREMENTS OF § 16-511 OF THIS SUBTITLE;
- (II) IF REQUIRED BY THE COMMISSION, STATES THE REASONS WHY REINSTATEMENT SHOULD BE GRANTED; AND
- (III) IN ADDITION TO THE RENEWAL FEE REQUIRED UNDER § 16–511 OF THIS SUBTITLE, PAYS TO THE COMMISSION A REINSTATEMENT FEE SET BY THE COMMISSION.

16-5A-04.

(a) Unless a real estate appraiser trainee license is renewed under this section, the license expires 3 years after the effective date of the license.

- (b) (1) Before a real estate appraiser trainee license expires, the licensee **PERIODICALLY** may renew the license for [one] **AN** additional 3—year term if the licensee:
 - (i) is otherwise entitled to be licensed; AND
- (ii) [pays to the Commission a renewal fee set by the Commission; and
 - (iii) submits to the Commission:
- 1. a renewal application on the form that the Commission requires; and
- 2. adequate evidence that the licensee meets the minimum continuing education requirements established under the federal Financial Institutions Reform, Recovery, and Enforcement Act of 1989.

16-5A-05.

THE COMMISSION SHALL REINSTATE THE LICENSE OF A REAL ESTATE APPRAISER TRAINEE WHO FAILS TO RENEW THE LICENSE IF THE REAL ESTATE APPRAISER TRAINEE:

- (1) APPLIES TO THE COMMISSION FOR REINSTATEMENT WITHIN 3 YEARS AFTER THE LICENSE EXPIRES;
- (2) PROVIDES ADEQUATE EVIDENCE OF COMPLIANCE WITH THE CONTINUING EDUCATION REQUIREMENTS UNDER § 16-5A-04 OF THIS SUBTITLE FOR LICENSE RENEWAL;
- (3) IF REQUIRED BY THE COMMISSION, STATES THE REASONS WHY REINSTATEMENT SHOULD BE GRANTED; AND
- (4) PAYS TO THE COMMISSION A REINSTATEMENT FEE SET BY THE COMMISSION.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2020.

Enacted under Article II, § 17(c) of the Maryland Constitution, May 8, 2020.