SENATE BILL 824

C2 6lr2477 CF HB 1453

By: Senator Conway

Introduced and read first time: February 5, 2016

Assigned to: Education, Health, and Environmental Affairs

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 15, 2016

CHAPTER

1 AN ACT concerning

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Real Estate Licensees - Verification of Service Provider Licensing Status

3 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 4 5 circumstances, notwithstanding any other provision of law and with a certain 6 exception; requiring a licensee of the Commission to verify annually that a home 7 improvement contractor is licensed by the Maryland Home Improvement 8 Commission at a certain time under certain circumstances; requiring the licensee to 9 give a client certain information for a certain purpose under certain circumstances; 10 defining a certain term; and generally relating to verification of licensing status of 11 service providers by licensees of the State Real Estate Commission.

- 12 BY adding to
- 13 Article Business Occupations and Professions
- 14 Section 17–527.4
- 15 Annotated Code of Maryland
- 16 (2010 Replacement Volume and 2015 Supplement)
- 17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 18 That the Laws of Maryland read as follows:

Article – Business Occupations and Professions

20 **17–527.4.**

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EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 2 3 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.
5 6	(2) "SERVICE PROVIDER" DOES NOT INCLUDE A HOME IMPROVEMENT CONTRACTOR.
7 8 9 10 11	(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.
12 13	(C) IF A LICENSEE OFFERS THE NAME OF A HOME IMPROVEMENT CONTRACTOR TO A CLIENT, THE LICENSEE SHALL:
14 15 16 17	(I) 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
18 19 20	(II) 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.
21 22	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2016.
	Approved:
	Governor.
	President of the Senate.

Speaker of the House of Delegates.