HOUSE BILL 825

C2, N1 0lr0833

By: Montgomery County Delegation

Introduced and read first time: February 3, 2020 Assigned to: Economic Matters and Ways and Means

A BILL ENTITLED

-	A TAT	AOM	•
1	AN	ACT	concerning

2 Montgomery County – Residential Property Advertisements and Sales – School 3 District Information

4 MC 20–20

5 FOR the purpose of prohibiting a certain real estate broker, associate real estate broker, or 6 real estate salesperson from including the name of a certain school district in an 7 advertisement for the sale or rental of certain residential property in Montgomery 8 County; providing that certain provisions of law do not prohibit a certain real estate 9 broker, associate real estate broker, or real estate salesperson from including the 10 name of a certain school district in a certain written communication under certain 11 circumstances; requiring the State Real Estate Commission to enforce certain 12 provisions of law; requiring a contract for the sale of single-family residential real 13 property in Montgomery County to contain a certain notice concerning school district 14 boundary changes; establishing that a certain contract may not be voided under 15 certain circumstances; defining a certain term; and generally relating to notice of 16 school district information in the sale of residential real property in Montgomery 17 County.

18 BY adding to

19

Article – Business Occupations and Professions

20 Section 17–526.1

21 Annotated Code of Maryland

22 (2018 Replacement Volume and 2019 Supplement)

23 BY adding to

24 Article – Real Property

25 Section 10–711

26 Annotated Code of Maryland

27 (2015 Replacement Volume and 2019 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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

3 Article – Business Occupations and Professions

- 4 **17–526.1.**
- 5 (A) IN THIS SECTION, "ADVERTISEMENT" HAS THE MEANING STATED IN § 6 17–527.2 OF THIS SUBTITLE.
- 7 (B) THIS SECTION APPLIES ONLY TO RESIDENTIAL PROPERTY IN 8 MONTGOMERY COUNTY.
- 9 (C) (1) A LICENSED REAL ESTATE BROKER, LICENSED ASSOCIATE REAL
- 10 ESTATE BROKER, OR LICENSED REAL ESTATE SALESPERSON MAY NOT INCLUDE THE
- 11 NAME OF THE SCHOOL DISTRICT IN WHICH A RESIDENTIAL PROPERTY IS LOCATED
- 12 IN AN ADVERTISEMENT FOR THE SALE OR RENTAL OF THE RESIDENTIAL PROPERTY
- 13 IN MONTGOMERY COUNTY.
- 14 (2) THE PROVISIONS OF PARAGRAPH (1) OF THIS SUBSECTION DO
- 15 NOT PROHIBIT A LICENSED REAL ESTATE BROKER, LICENSED ASSOCIATE REAL
- 16 ESTATE BROKER, OR LICENSED REAL ESTATE SALESPERSON FROM INCLUDING THE
- 17 NAME OF A SCHOOL DISTRICT IN A WRITTEN COMMUNICATION WITH A FACTUAL
- 18 DESCRIPTION OF THE FEATURES OF THE RESIDENTIAL PROPERTY AND THE
- 19 COMMUNITY IN WHICH THE RESIDENTIAL PROPERTY IS LOCATED IF THE WRITTEN
- 20 COMMUNICATION INCLUDES A NOTICE IN CONSPICUOUS TYPE STATING THAT
- 21 SCHOOL BOUNDARIES ARE NOT GUARANTEED AND MAY BE CHANGED AT ANY TIME.
- 22 (D) THE COMMISSION SHALL ENFORCE THE PROVISIONS OF THIS SECTION
- 23 AND, FOR THIS PURPOSE, MAY RECEIVE COMPLAINTS, CONDUCT INVESTIGATIONS,
- 24 ISSUE SUBPOENAS, AND HOLD HEARINGS.

25 Article – Real Property

- 26 **10–711.**
- 27 (A) A CONTRACT OF SALE FOR SINGLE-FAMILY RESIDENTIAL REAL
- 28 PROPERTY IN MONTGOMERY COUNTY SHALL INCLUDE THE FOLLOWING NOTICE
- 29 WRITTEN IN CONSPICUOUS, BOLD, AND UNDERSCORED TYPE:
- 30 "NOTICE TO HOME BUYER REGARDING MONTGOMERY COUNTY SCHOOL
- 31 **DISTRICTS:**
- 32 BY INITIALING THIS ADDENDUM, THE BUYER ACKNOWLEDGES THAT THE

- 1 MONTGOMERY COUNTY PUBLIC SCHOOL (MCPS) SCHOOLS, SCHOOL DISTRICT,
- 2 AND SCHOOL BOUNDARIES DESIGNATED FOR THIS PROPERTY ARE SUBJECT TO
- 3 CHANGE AT ANY TIME. THE BUYER HAS NO ASSURANCE THAT THE CURRENT MCPS
- 4 SCHOOL ASSIGNMENTS FOR THIS PROPERTY WILL REMAIN IN EFFECT FOR ANY
- 5 PERIOD OF TIME. THE MONTGOMERY COUNTY BOARD OF EDUCATION
- 6 PERIODICALLY REVIEWS AND AMENDS THE SCHOOL BOUNDARIES FOR EACH
- 7 SCHOOL AND IS ULTIMATELY RESPONSIBLE FOR ANY CHANGES TO THE ASSIGNED
- 8 SCHOOLS AND THEIR BOUNDARIES.".
- 9 (B) A CONTRACT SUBJECT TO THE REQUIREMENTS OF SUBSECTION (A) OF 10 THIS SECTION MAY NOT BE VOIDED SOLELY BECAUSE:
- 11 (1) THE NOTICE REQUIRED UNDER SUBSECTION (A) OF THIS SECTION 12 IS NOT INCLUDED IN THE CONTRACT; OR
- 13 (2) THE BUYER DOES NOT INITIAL THE NOTICE REQUIRED UNDER 14 SUBSECTION (A) OF THIS SECTION.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 16 1, 2020.