HOUSE BILL 972

C3 (5lr2531)

ENROLLED BILL

— Economic Matters/Education, Energy, and the Environment — atroduced by **Delegate A. Johnson**

Introduced by Delegate A. Johnson	on			
Read and	l Examined b	y Proofreaders:		
			Pro	ofreader.
			Pro	ofreader.
Sealed with the Great Seal and	presented t	to the Governor	, for his appro	oval this
day of	at		o'clock,	M.
				Speaker.
	CHAPTER _			
AN ACT concerning				
Real Estate Commission - Con	ntinuing Edu	ucation Require	ements – Alter	ations
FOR the purpose of altering certain renewal of a license for real estate salespersons, includir instructors, and course application commission and continuing experience.	estate broken ng the numb cation fees; a	rs, associate real per of clock hour and generally rel	estate brokers, rs, course topics	and real s, course
BY repealing and reenacting, without Article – Business Occupation Section 17–101(a), (d), and (k Annotated Code of Maryland (2018 Replacement Volume a	ns and Profes)	sions		
BV renealing and reenacting with a	amendments			

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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

1

2

 $3\\4\\5\\6$

13

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

Italics indicate opposite chamber/conference committee amendments.



32

State.

	I O O O D DIED VIZ						
1 2 3 4	Article – Business Occupations and Professions Section 17–315 Annotated Code of Maryland (2018 Replacement Volume and 2024 Supplement)						
5 6	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:						
7	Article - Business Occupations and Professions						
8	17–101.						
9	(a) In this title the following words have the meanings indicated.						
10	(d) "Commission" means the State Real Estate Commission.						
11 12	(k) "Licensee" means a licensed real estate broker, a licensed associate real estate broker, or a licensed real estate salesperson.						
13	17–315.						
14 15 16	(a) (1) To qualify for renewal of a license under this subtitle, a licensee shall complete at least 15 clock hours of continuing education instruction, as provided in subsection (b) of this section, during the preceding 2-year term.						
17 18 19 20	(2) For a licensee who provides real estate brokerage services solely in connection with nonresidential real estate, of the clock hours required under paragraph (1) of this subsection, [1.5] 2 clock hours [may] SHALL be satisfied by a course regarding [fair housing laws and regulations or] the federal Americans with Disabilities Act.						
21 22 23 24	(3) A licensee holding a license from another state must complete at least the number of clock hours of continuing education instruction required under paragraph (1) of this subsection during each 2—year license term and may substitute clock hours of continuing education instruction earned in another state, if those clock hours:						
25 26	(i) are approved as real estate continuing education in that state; and						
27 28	(ii) meet the distribution requirements of subsection (b)(2) of this section.						
29 30 31	(4) The Commission shall grant the substitution of clock hours in paragraph (3) of this subsection only if the other state permits the substitution of clock hours of continuing education instruction approved by the Commission for a licensee of this						

- 1 (b) (1) The Commission shall approve the form, substance, and, as provided 2 under paragraphs (2) and (3) of this subsection, subject matter of all continuing education 3 courses. 4 (2)For a licensee who has been issued a renewal certificate under § 17–314 5 of this subtitle, the subject matter approved by the Commission shall: 6 (i) relate to real estate or to a subject matter intended to assist a 7 licensee in providing real estate brokerage services to the public in a more efficient and 8 effective manner, provided that the subject matter is related to helping the public buy or 9 sell real estate: 10 every 2 years, include at least one 3 clock hour course that outlines relevant changes that have occurred in federal, State, or local laws and 11 12 regulations, court cases and industry trends that have an impact on those laws and 13 regulations, or any combination of those laws, regulations, court cases, and industry trends; 14 every 2 years, include at least one [1.5] 2 clock hour course that (iii) 15 outlines federal, State, and local fair housing laws and regulations, including fair housing 16 advertising; 17 (iv) every 2 years, include at least one 3 clock hour ethics course that includes a discussion of: 18 19 1. the Maryland Code of Ethics; 20 2. [the practice of flipping; 213.1 fraudulent real estate practices; and 22 **[**4.**] 3.** professionalism as it relates to the Maryland Code 23 of Ethics, including a discussion relating to conflict resolution and a licensee's duty to 24respect the public, peers, and property; 25every 2 years, include at least one 3 clock hour course that 26includes the principles of real estate brokerage relationships and disclosures; and 27 every 2 years for the renewal of a real estate broker license and (vi) 28 the renewal of the license of an individual designated as a branch office manager or a team 29 leader, include at least one [3] 1.5 clock hour course that includes the requirements of 30 broker supervision.
- 31 (3) For a licensee who was issued an initial **REAL ESTATE SALESPERSON** 32 license under § 17–309 of this subtitle, the subject matter approved by the Commission 33 shall include:

HOUSE BILL 972

1		(1)	at lea	st one 3 clock hour course for each of the following topics:
2 3	key regional contr	act req	1. Juireme	outlining contract writing, standard contract provisions, ents, and standard addenda and contingencies;
4 5	disclosures [and d	isclosu	2. ire requ	the principles of real estate brokerage relationships and airements for sellers];
6			3.	the principles of real estate practice in relation to:
7			A.	advertising requirements for licensees;
8	funds; and		В.	the handling and [disclosure] DISBURSEMENT of escrow
0			C.	common ownership communities; and
.1			4.	property management and landlord and tenant laws; and
2		(ii)	at lea	ast one 1.5 clock hour course for each of the following topics:
13 14 15	Ethics, including a for the public, peer			professionalism as it relates to the Maryland Code of elating to conflict resolution and a licensee's duty of respect rty; and
16			2.	real estate financing.
17 18 19	(4) to a licensee who nonresidential rea	o prov	rides r	ment of paragraph (2)(iii) of this subsection does not apply eal estate brokerage services solely in connection with
20 21	(5) section, the course		_	table for credit as a continuing education course under this or more topics approved by the Commission.
22	(c) (1)	Conti	inuing	education courses may be conducted by:
23		(i)	the M	Iaryland Association of Realtors or its member boards;
24		(ii)	the R	eal Estate Brokers of Baltimore, Inc.;
25		(iii)	any s	imilar professional association; or
26		(iv)	an ad	ucational institution approved by the Commission

1	(2) Continuing NOTWITHSTANDING ANY OTHER PROVISION OF LAW,					
2	<u>CONTINUING</u> education courses shall be taught by a qualified instructor who is experienced in the real estate industry AND SELECTED BY THE COURSE PROVIDER.					
4 5	(3) The Commission shall adopt regulations that provide for the conduct of continuing education instruction courses by virtual or remote means.					
6 7 8	(4) To verify the identity of an individual enrolled in a continuing education course, the entity that conducts the continuing education course shall require, as a condition of participating in the course, that the individual provide:					
9	(i) for an in–person course, a photo identification; and					
10 11	(ii) for a virtual or other remote course, a signed affidavit attesting to the identity of the individual.					
12 13	(d) If feasible, continuing education courses shall be offered at reasonable intervals in each county and in each major geographic area of the larger counties.					
14 15 16	that conducted the course may submit the course completion information directly to the					
17 18	(f) The Commission may waive the requirements of this section for a licensee if the licensee shows good cause for being unable to meet the requirements.					
19 20	(g) The Commission shall require each course provider to pay a continuing education course application fee [of \$25] SET BY THE COMMISSION.					
21 22	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2025.					
	Approved:					
	Governor.					
	Speaker of the House of Delegates.					
	President of the Senate.					