## **SENATE BILL 680**

C3 5lr2988 CF HB 972

By: Senator Carozza

Introduced and read first time: January 26, 2025 Assigned to: Education, Energy, and the Environment

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 22, 2025

CHAPTER

1 AN ACT concerning

## 2 Real Estate Commission - Continuing Education Requirements - Alterations

- FOR the purpose of altering certain requirements for continuing education required for the renewal of a license for real estate brokers, associate real estate brokers, and real estate salespersons, including the number of clock hours, course topics, course instructors, and course application fees; and generally relating to the Real Estate Commission and continuing education requirements.
- 8 BY repealing and reenacting, without amendments,
- 9 Article Business Occupations and Professions
- 10 Section 17–101(a), (d), and (k)
- 11 Annotated Code of Maryland
- 12 (2018 Replacement Volume and 2024 Supplement)
- 13 BY repealing and reenacting, with amendments,
- 14 Article Business Occupations and Professions
- 15 Section 17–315

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- 16 Annotated Code of Maryland
- 17 (2018 Replacement Volume and 2024 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 19 That the Laws of Maryland read as follows:

## **Article – Business Occupations and Professions**

## 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.





- 2 (a) In this title the following words have the meanings indicated.
- 3 (d) "Commission" means the State Real Estate Commission.
- 4 (k) "Licensee" means a licensed real estate broker, a licensed associate real estate 5 broker, or a licensed real estate salesperson.
- 6 17-315.
- 7 (a) (1) To qualify for renewal of a license under this subtitle, a licensee shall 8 complete at least 15 clock hours of continuing education instruction, as provided in 9 subsection (b) of this section, during the preceding 2-year term.
- 10 (2) For a licensee who provides real estate brokerage services solely in 11 connection with nonresidential real estate, of the clock hours required under paragraph (1) 12 of this subsection, [1.5] 2 clock hours [may] SHALL be satisfied by a course regarding [fair 13 housing laws and regulations or] the federal Americans with Disabilities Act.
- 14 (3) A licensee holding a license from another state must complete at least 15 the number of clock hours of continuing education instruction required under paragraph 16 (1) of this subsection during each 2—year license term and may substitute clock hours of 17 continuing education instruction earned in another state, if those clock hours:
- 18 (i) are approved as real estate continuing education in that state; 19 and
- 20 (ii) meet the distribution requirements of subsection (b)(2) of this 21 section.
- 22 (4) The Commission shall grant the substitution of clock hours in 23 paragraph (3) of this subsection only if the other state permits the substitution of clock 24 hours of continuing education instruction approved by the Commission for a licensee of this 25 State.
- 26 (b) (1) The Commission shall approve the form, substance, and, as provided under paragraphs (2) and (3) of this subsection, subject matter of all continuing education courses.
- 29 (2) For a licensee who has been issued a renewal certificate under § 17–314 30 of this subtitle, the subject matter approved by the Commission shall:
- 31 (i) relate to real estate or to a subject matter intended to assist a 32 licensee in providing real estate brokerage services to the public in a more efficient and 33 effective manner, provided that the subject matter is related to helping the public buy or 34 sell real estate;

1 2 3 4	(ii) 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 regulations, court cases and industry trends that have an impact on those laws and regulations, or any combination of those laws, regulations, court cases, and industry trends;					
5 6 7	(iii) every 2 years, include at least one [1.5] 2 clock hour course that outlines federal, State, and local fair housing laws and regulations, including fair housing advertising;					
8 9	(iv) includes a discussion of:	every	2 years, include at least one 3 clock hour ethics course that			
10		1.	the Maryland Code of Ethics;			
11		2.	[the practice of flipping;			
12		3. <b>]</b>	fraudulent real estate practices; and			
13 14 15	[4.] 3. professionalism as it relates to the Maryland Code of Ethics, including a discussion relating to conflict resolution and a licensee's duty to respect the public, peers, and property;					
16 17	(v) includes the principles of	_	2 years, include at least one 3 clock hour course that state brokerage relationships and disclosures; and			
18 19 20 21	(vi) every 2 years for the renewal of a real estate broker license and the renewal of the license of an individual designated as a branch office manager or a team leader, include at least one [3] <b>1.5</b> clock hour course that includes the requirements of broker supervision.					
22 23 24	(3) For a licensee who was issued an initial <b>REAL ESTATE SALESPERSON</b> license under § 17–309 of this subtitle, the subject matter approved by the Commission shall include:					
25	(i)	at lea	st one 3 clock hour course for each of the following topics:			
26 27	key regional contract req	1. uireme	outlining contract writing, standard contract provisions, ents, and standard addenda and contingencies;			
28 29	disclosures [and disclosu	2. re requ	the principles of real estate brokerage relationships and airements for sellers];			
30		3.	the principles of real estate practice in relation to:			
31		A.	advertising requirements for licensees;			

$\frac{1}{2}$	funds; and		В.	the handling and [disclosure] DISBURSEMENT of escrow		
3			C.	common ownership communities; and		
4			4.	property management and landlord and tenant laws; and		
5		(ii)	at lea	st one 1.5 clock hour course for each of the following topics:		
6 7 8	1. professionalism as it relates to the Maryland Code of Ethics, including a discussion relating to conflict resolution and a licensee's duty of respect for the public, peers, and property; and					
9			2.	real estate financing.		
10 11 12	(4) The requirement of paragraph (2)(iii) of this subsection does not apply to a licensee who provides real estate brokerage services solely in connection with nonresidential real estate.					
13 14	(5) To be acceptable for credit as a continuing education course under this section, the course shall cover 1 or more topics approved by the Commission.					
15	(c) (1)	Conti	nuing	education courses may be conducted by:		
16		(i)	the M	Iaryland Association of Realtors or its member boards;		
17		(ii)	the R	eal Estate Brokers of Baltimore, Inc.;		
18		(iii)	any s	imilar professional association; or		
19		(iv)	an ed	ucational institution approved by the Commission.		
20 21 22		ucatior	n cour	NOTWITHSTANDING ANY OTHER PROVISION OF LAW, sees shall be taught by a qualified instructor who is adustry AND SELECTED BY THE COURSE PROVIDER.		
23 24	(3) continuing educat			ssion shall adopt regulations that provide for the conduct of n courses by virtual or remote means.		
25 26 27		that	condu	e identity of an individual enrolled in a continuing education cts the continuing education course shall require, as a e course, that the individual provide:		
28		(i)	for ar	n in–person course, a photo identification; and		

$\frac{1}{2}$	(ii) for a virtual or other remote course, a signed affidavit attesting to the identity of the individual.						
3 4							
5 6 7	(e) Within 14 days after completion of a continuing education course, the entity that conducted the course may submit the course completion information directly to the Commission and the licensee by electronic means.						
8 9	(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.						
10 11	(g) The Commission shall require each course provider to pay a continuing education course application fee [of \$25] SET BY THE COMMISSION.						
12 13	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2025.						
	Approved:						
	Governor.						
	President of the Senate.						
	Speaker of the House of Delegates.						