C3 5lr2988 CF 5lr2531

By: Senator Carozza

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

## A BILL ENTITLED

4	A TAT		•
1	AN	$\mathbf{ACT}$	concerning
_	,	1101	COLLECTION

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## 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
- 6 instructors, and course application fees; and generally relating to the Real Estate
- 7 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)
- 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
- 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

21 17–101.

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- 22 (a) In this title the following words have the meanings indicated.
- 23 (d) "Commission" means the State Real Estate Commission.

- 1 (k) "Licensee" means a licensed real estate broker, a licensed associate real estate 2 broker, or a licensed real estate salesperson.
- 3 17–315.
- 4 (a) (1) To qualify for renewal of a license under this subtitle, a licensee shall 5 complete at least 15 clock hours of continuing education instruction, as provided in 6 subsection (b) of this section, during the preceding 2-year term.
- 7 (2) For a licensee who provides real estate brokerage services solely in 8 connection with nonresidential real estate, of the clock hours required under paragraph (1) 9 of this subsection, [1.5] 2 clock hours [may] SHALL be satisfied by a course regarding [fair 10 housing laws and regulations or] the federal Americans with Disabilities Act.
- 11 (3) A licensee holding a license from another state must complete at least 12 the number of clock hours of continuing education instruction required under paragraph 13 (1) of this subsection during each 2–year license term and may substitute clock hours of 14 continuing education instruction earned in another state, if those clock hours:
- 15 (i) are approved as real estate continuing education in that state; 16 and
- 17 (ii) meet the distribution requirements of subsection (b)(2) of this 18 section.
- 19 (4) The Commission shall grant the substitution of clock hours in 20 paragraph (3) of this subsection only if the other state permits the substitution of clock 21 hours of continuing education instruction approved by the Commission for a licensee of this 22 State.
- 23 (b) (1) The Commission shall approve the form, substance, and, as provided 24 under paragraphs (2) and (3) of this subsection, subject matter of all continuing education 25 courses.
- 26 (2) For a licensee who has been issued a renewal certificate under § 17–314 of this subtitle, the subject matter approved by the Commission shall:
- 28 (i) relate to real estate or to a subject matter intended to assist a 29 licensee in providing real estate brokerage services to the public in a more efficient and 30 effective manner, provided that the subject matter is related to helping the public buy or 31 sell real estate:
- 32 (ii) every 2 years, include at least one 3 clock hour course that 33 outlines relevant changes that have occurred in federal, State, or local laws and 34 regulations, court cases and industry trends that have an impact on those laws and 35 regulations, or any combination of those laws, regulations, court cases, and industry trends;

1 2 3	(iii) every 2 years, include at least one [1.5] <b>2</b> clock hour course that outlines federal, State, and local fair housing laws and regulations, including fair housing advertising;					
4 5	(iv) every 2 years, include at least one 3 clock hour ethics course that includes a discussion of:					
6	1. the Maryland Code of Ethics;					
7	2. [the practice of flipping;					
8	3.] fraudulent real estate practices; and					
9 10 11	[4.] <b>3.</b> 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;					
12 13	(v) every 2 years, include at least one 3 clock hour course that includes the principles of real estate brokerage relationships and disclosures; and					
14 15 16	the renewal of the license of an individual designated as a branch office manager or a team leader, include at least one [3] 1.5 clock hour course that includes the requirements of					
18 19 20	(3) For a licensee who was issued an initial <b>REAL ESTATE SALESPERSON</b> license under $\S$ 17–309 of this subtitle, the subject matter approved by the Commission shall include:					
21	(i) at least one 3 clock hour course for each of the following topics:					
22 23	1. outlining contract writing, standard contract provisions, key regional contract requirements, and standard addenda and contingencies;					
24 25	2. the principles of real estate brokerage relationships and disclosures [and disclosure requirements for sellers];					
26	3. the principles of real estate practice in relation to:					
27	A. advertising requirements for licensees;					
28 29	B. the handling and [disclosure] <b>DISBURSEMENT</b> of escrow funds; and					
30	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:
3 4 5	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
6			2.	real estate financing.
7 8 9	(4) to a licensee who nonresidential rea	o prov	ides r	ement of paragraph (2)(iii) of this subsection does not apply eal estate brokerage services solely in connection with
10 11	(5) section, the course		_	table for credit as a continuing education course under this or more topics approved by the Commission.
12	(c) (1)	Conti	nuing	education courses may be conducted by:
13		(i)	the M	Iaryland Association of Realtors or its member boards;
14		(ii)	the R	eal Estate Brokers of Baltimore, Inc.;
15		(iii)	any s	imilar professional association; or
16		(iv)	an ed	lucational institution approved by the Commission.
17 18 19	(2) who is experienc <b>PROVIDER</b> .		_	education courses shall be taught by a qualified instructor eal estate industry AND SELECTED BY THE COURSE
20 21	(3) continuing educati			ssion shall adopt regulations that provide for the conduct of on courses by virtual or remote means.
22 23 24		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:
25		(i)	for ar	n in–person course, a photo identification; and
26 27	to the identity of t	(ii) he indi		virtual or other remote course, a signed affidavit attesting .
28 29	, ,	-		nuing education courses shall be offered at reasonable each major geographic area of the larger counties.

- 1 (e) Within 14 days after completion of a continuing education course, the entity 2 that conducted the course may submit the course completion information directly to the 3 Commission and the licensee by electronic means.
- 4 (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.
- 6 (g) The Commission shall require each course provider to pay a continuing 7 education course application fee [of \$25] SET BY THE COMMISSION.
- 8 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 9 October 1, 2025.