MISSISSIPPI LEGISLATURE

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By: Representative Calhoun

REGULAR SESSION 2018

To: Accountability, Efficiency, Transparency

HOUSE BILL NO. 1101

1 AN ACT TO PROVIDE FOR THE LICENSING OF REAL ESTATE EDUCATION 2 PROVIDERS, EDUCATION PROVIDER BRANCHES AND INSTRUCTORS; TO PROVIDE 3 THE COURSES THAT REAL ESTATE EDUCATION PROVIDERS ARE TO INSTRUCT 4 ON; TO PROVIDE THE FEES TO BE ASSESSED FOR AN EDUCATION PROVIDER 5 LICENSE; TO PROVIDE FOR THE LICENSING OF EDUCATION PROVIDER 6 INSTRUCTORS; TO REPEAL SECTIONS 73-35-14 THROUGH 73-35-14.5, 7 MISSISSIPPI CODE OF 1972, WHICH CREATE REAL ESTATE SCHOOLS; AND 8 FOR RELATED PURPOSES.

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 10 SECTION 1. Licensing of real estate education providers, 11 education provider branches, and instructors. (1) No person 12 shall operate an education provider entity without possessing a valid and active license issued by the Mississippi Real Estate 13 14 Commission ("commission"). Only education providers in possession 15 of a valid education provider license may provide real estate 16 pre-license, post-license, or continuing education courses that satisfy the requirements of this act. Every person that desires 17 to obtain an education provider license shall make application to 18 19 the commission in writing on forms prescribed by the commission and pay the fee prescribed by rule. In addition to any other 20 21 information required to be contained in the application as H. B. No. 1101 ~ OFFICIAL ~ G3/518/HR26/R1884

22 prescribed by rule, every application for an original or renewed 23 license shall include the applicant's social security number or 24 tax identification number. 25 (2)To qualify for an education provider license, an 26 applicant must demonstrate the following: 27 (a) A sound financial base for establishing, promoting, and delivering the necessary courses; budget planning for the 28 29 school's courses should be clearly projected; 30 A sufficient number of qualified, licensed (b) instructors as provided by rule; 31 32 (C) Adequate support personnel to assist with administrative matters and technical assistance; 33 34 Maintenance and availability of records of (d) participation for licensees; 35 The ability to provide each participant who 36 (e) 37 successfully completes an approved program with a certificate of 38 completion signed by the administrator of a licensed education provider on forms provided by the commission; 39 40 (f) A written policy dealing with procedures for the 41 management of grievances and fee refunds; 42 (q) Lesson plans and examinations, if applicable, for 43 each course; A seventy-five percent (75%) passing grade for 44 (h) successful completion of any continuing education course or 45 pre-license or post-license examination, if required; 46 H. B. No. 1101 ~ OFFICIAL ~

18/HR26/R1884 PAGE 2 (ENK\KW) 47 (i) The ability to identify and use instructors who
48 will teach in a planned program; instructor selections must
49 demonstrate:

50 (i) Appropriate credentials;
51 (ii) Competence as a teacher;
52 (iii) Knowledge of content area; and
53 (iv) Qualification by experience.

54 (3) Unless otherwise provided for in this section, the 55 education provider shall provide a proctor or an electronic means 56 of proctoring for each examination. The education provider shall 57 be responsible for the conduct of the proctor, and the duties and 58 responsibilities of a proctor shall be established by rule.

(4) Unless otherwise provided for in this section, the education provider must provide for closed book examinations for each course unless the commission excuses this requirement based on the complexity of the course material.

(5) Advertising and promotion of education activities must be carried out in a responsible fashion clearly showing the educational objectives of the activity, the nature of the audience that may benefit from the activity, the cost of the activity to the participant and the items covered by the cost, the amount of credit that can be earned, and the credentials of the faculty.

69 (6) The commission may, after notice, cause an education
70 provider to attend an informal conference before the commission
71 for failure to comply with any requirement for licensure or for

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72 failure to comply with any provision of this act or the rules for 73 the administration of this act.

74 (7) All education providers shall maintain these minimum
75 criteria and pay the required fee in order to retain their
76 education provider license.

77 (8) The commission may adopt any administrative rule consistent with the language and intent of this act that may be 78 79 necessary for the implementation and enforcement of this section. 80 SECTION 2. Licensing of education providers; approval of 81 courses. (1) All education providers shall submit, at the time 82 of initial application and with each license renewal, a list of courses with course materials that comply with the course 83 84 requirements in this act to be offered by the education provider. 85 The commission may establish an online mechanism by which education providers may submit for approval by the commission 86 87 pre-license, post-license, or continuing education courses that 88 are submitted after the time of the education provider's initial license application or renewal. The commission shall provide to 89 90 each education provider a certificate for each approved 91 pre-license, post-license, or continuing education course. A11 92 pre-license, post-license, or continuing education courses shall 93 be valid for the period coinciding with the term of license of the education provider. However, in no case shall a course continue 94 95 to be valid if it does not, at all times, meet all of the requirements of the core curriculum established by this act and 96

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H. B. No. 1101 18/HR26/R1884 PAGE 4 (ENK\KW) 97 the commission, as modified from time to time in accordance with 98 this act. All education providers shall provide a copy of the 99 certificate of the pre-license, post-license, or continuing 100 education course within the course materials given to each student 101 or shall display a copy of the certificate of the pre-license, 102 post-license, or continuing education course in a conspicuous 103 place at the location of the class.

104 (2) Each education provider shall provide to the commission 105 a report in a frequency and format determined by the commission, 106 with information concerning students who successfully completed 107 all approved pre-license, post-license, or continuing education 108 courses offered by the education provider.

109 (3) The commission may temporarily suspend a licensed education provider's approved courses without hearing and refuse 110 111 to accept successful completion of or participation in any of 112 these pre-license, post-license, or continuing education courses 113 for education credit from that education provider upon the failure of that education provider to comply with the provisions of this 114 115 act or the rules for the administration of this act, until such 116 time as the commission receives satisfactory assurance of 117 compliance. The commission shall notify the education provider of 118 the noncompliance and may initiate disciplinary proceedings pursuant to this act. The commission may refuse to issue, 119 120 suspend, revoke, or otherwise discipline the license of an education provider or may withdraw approval of a pre-license, 121

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post-license, or continuing education course for good cause.
Failure to comply with the requirements of this section or any
other requirements established by rule shall be deemed to be good
cause. Disciplinary proceedings shall be conducted by the
commission in the same manner as other disciplinary proceedings
under this act.

(4) Pre-license, post-license, and continuing education
courses, whether submitted for approval at the time of an
education provider's initial application for licensure or
otherwise, must meet the following minimum course requirements:

(a) No continuing education course shall be required to
be taught in increments longer than two (2) hours in duration;
however, for each two (2) hours of course time in each course,
there shall be a minimum of one hundred (100) minutes of
instruction.

(b) All core curriculum courses shall be provided only
in the classroom or through a live, interactive webinar or online
distance education format.

(c) Courses provided through a live, interactive webinar shall require all participants to demonstrate their attendance in and attention to the course by answering or responding to at least one (1) polling question per thirty (30) minutes of course instruction. In no event shall the interval between polling questions exceed thirty (30) minutes.

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(d) All participants in courses provided in an online distance education format shall demonstrate proficiency with the subject matter of the course through verifiable responses to questions included in the course content.

(e) Credit for courses completed in a classroom or
through a live, interactive webinar or online distance education
format shall not require an examination.

(f) Credit for courses provided through correspondence, or by home study, shall require the passage of an in-person, proctored examination.

(5) The commission may adopt any administrative rule consistent with the language and intent of this act that may be necessary for the implementation and enforcement of this section.

159 SECTION 3. Fees for education provider license; renewal; 160 term. All applications for an education provider license shall be 161 accompanied by a nonrefundable application fee in an amount 162 established by rule. All education providers shall be required to submit a renewal application, the required fee as established by 163 164 rule, and a listing of the courses to be offered during the year 165 in order to renew their education provider licenses. The term for 166 an education provider license shall be two (2) years.

167 <u>SECTION 4.</u> Licensing of education provider instructors. (1) 168 No person shall act as either a pre-license or continuing 169 education instructor without possessing a valid pre-license or

170 continuing education instructor license and satisfying any other 171 qualification criteria established by the commission by rule.

172 (2) Each person that is an instructor for pre-license,
173 continuing education core curriculum, or broker management
174 education courses shall meet specific criteria established by the
175 commission by rule. Those persons who have not met the criteria
176 shall only teach continuing education elective curriculum courses.

(3) Every person who desires to obtain an education provider instructor's license shall attend and successfully complete a one-day instructor development workshop, as approved by the commission. However, pre-license instructors who have complied with subsection (2) of this section shall not be required to complete the instructor workshop in order to teach continuing education elective curriculum courses.

184 The term of licensure for a pre-license or (4) (a) 185 continuing education instructor shall be two (2) years and as 186 established by rule. Every person who desires to obtain a pre-license or continuing education instructor license shall make 187 188 application to the commission in writing on forms prescribed by 189 the commission, accompanied by the fee prescribed by rule. In 190 addition to any other information required to be contained in the 191 application, every application for an original license shall include the applicant's social security number, which shall be 192 193 retained in the agency's records pertaining to the license. As

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194 soon as practical, the commission shall assign a customer's 195 identification number to each applicant for a license.

196 (b) Every application for a renewal or restored license197 shall require the applicant's customer identification number.

(c) The commission shall issue a pre-license or
continuing education instructor license to applicants who meet
qualification criteria established by this act or rule.

201 The commission may refuse to issue, suspend, revoke, or (5)202 otherwise discipline a pre-license or continuing education 203 instructor for good cause. Disciplinary proceedings shall be 204 conducted by the commission in the same manner as other 205 disciplinary proceedings under this act. All pre-license 206 instructors must teach at least one (1) pre-license or continuing 207 education core curriculum course within the period of licensure as 208 a requirement for renewal of the instructor's license. All 209 continuing education instructors must teach at least one (1) 210 course within the period of licensure or take an instructor training program approved by the commission in lieu thereof as a 211 212 requirement for renewal of the instructor's license.

(6) Each course transcript submitted by an education provider to the commission shall include the name and license number of the pre-license or continuing education instructor for the course.

217 (7) Licensed education provider instructors may teach for 218 more than one (1) licensed education provider.

H. B. No. 1101 **~ OFFICIAL ~** 18/HR26/R1884 PAGE 9 (ENK\KW) 219 The commission may adopt any administrative rule (8) 220 consistent with the language and intent of this act that may be necessary for the implementation and enforcement of this section. 221 222 SECTION 5. Sections 73-35-14, 73-35-14.1, 73-35-14.2, 223 73-35-14.3, 73-35-14.4 and 73-35-14.5, Mississippi Code of 1972, which create Real Estate Schools, are repealed. 224 SECTION 6. This act shall take effect and be in force from 225 226 and after July 1, 2018.