## SUBSTITUTE FOR HOUSE BILL NO. 4717

A bill to amend 1980 PA 299, entitled "Occupational code,"

by amending section 2504a (MCL 339.2504a), as amended by 2020 PA 342.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 2504a. (1) Subject to subsection (7), (6), a licensee
 must successfully complete at least the following number of hours
 of eligible continuing education courses in each license cycle:

4 (a) Beginning with the license cycle after the effective date
5 of the rules promulgated under subsection (2)(e), (2)(f), the
6 number of hours determined by the department by rule.

7 (b) In each license cycle before the license cycle described8 in subdivision (a), 18 clock hours.

(2) All of the following apply to the continuing education
 requirement described in subsection (1):

3 (a) In completing the appropriate number of hours of eligible
4 continuing education courses, a licensee must complete at least 2
5 hours of the following number of hours of eligible continuing
6 education courses in each year of a license cycle:

7 (i) Not less than 2 hours of courses that involve law, laws,
8 rules, and court cases regarding real estate.

9 (*ii*) Not less than 1 hour of courses that involve compliance 10 with local, state, or federal fair housing laws.

11 (b) The After accounting for the hours required under 12 subdivision (a), a licensee may select any continuing education 13 courses in his or her the licensee's area of expertise to complete 14 the remaining hours of eligible continuing education courses 15 required under subsection (1) and may complete those hours at any 16 time during the license cycle. For purposes of this subdivision 17 only, the license cycle year beginning November 1, 2019 ends on 18 December 31, 2020.

(c) (b) At the time he or she a licensee attends an eligible
continuing education course, a the licensee shall do both of the
following to confirm his or her the licensee's identity:

(i) Present his or her the licensee's pocket card, or provide
his or her the licensee's license identification number, from the
department to the course provider.

(ii) Present his or her the licensee's operator's license or
chauffeur's license issued under the Michigan vehicle code, 1949 PA
300, MCL 257.1 to 257.923, an official state personal
identification card issued under 1972 PA 222, MCL 28.291 to 28.300,
or other government-issued photo identification to the course

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1 provider.

2 (d) (c) If a licensee successfully completes an education
3 course to obtain a professional designation, the number of hours of
4 that course is counted toward the total number of hours of
5 continuing education courses required in a license cycle.

6 (e) (d) If a licensee successfully completes an eligible
7 continuing education course, he or she the licensee does not earn
8 additional hours toward the requirements of this section if he or
9 she the licensee repeats that course.

10 (f) (e) The department by rule shall do all of the following: (i) Determine and provide for the publication of the number of 11 12 hours of eligible continuing education courses a licensee must 13 successfully complete in a license cycle, including the 2 hours of 14 courses involving statutes, rules, and court cases required hours 15 in each year of a license cycle under subdivision (a). The 16 department shall determine the number of hours that are required in 17 a license cycle by multiplying the number of years in the license 18 cycle by 6.

19 (*ii*) Establish the standards for determining if a continuing
20 education course is an eligible continuing education course for
21 purposes of this section.

22 (3) An applicant for license renewal under section 2502a shall 23 certify compliance with subsections (1) and (2) to the department. 24 A licensee shall retain evidence acceptable to the department that 25 demonstrates he or she the licensee has met the continuing 26 education requirements under this section, for at least not less 27 than 4 years after the date of that certification, and shall 28 produce the following information at the request of the department: 29 (a) The name and contact information of the continuing

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1 professional education program sponsor.

2 (b) The participant's name.

3 (c) The course title and course field of study.

4 (d) The date the course was offered or completed.

5 (e) If applicable, the location of the course.

6 (f) Verification by a representative of the continuing
7 professional education program sponsor of the participant's
8 completion of the course.

9 (g) The number of hours of instruction included in the course 10 and a time statement from the continuing professional education 11 program sponsor that states that continuing professional education 12 credits for the course were granted on a 50-minute hour.

(4) An applicant for license renewal under section 2502a is
subject to audit by the department for compliance with subsections
(1) and (2), or (7), (6), and may be required to submit the
documentation described in subsection (3) to the department on
request.

18 (5) If the department finds as the result of an audit under 19 subsection (4) that an applicant for license renewal under section 20 2502a did not complete sufficient hours of eligible continuing 21 education courses to renew his or her the licensee's license, any 22 penalty imposed by the department shall must include a requirement 23 that the licensee must complete both of the following, if

24 applicable:

25 (a) A a sufficient number of additional hours of continuing
26 education to fulfill the requirements for the period determined by
27 audit to be deficient.

28 (b) If the period determined by the audit to be deficient is
29 at least 60 days, additional hours of continuing education in 1 of

1 the following amounts:

2 (i) If the deficiency period is at least 60 days and less than
3 120 days, 4 hours.

4 (*ii*) If the deficiency period is 120 days or more, 8 hours.
5 (6) Hours of additional continuing education required under
6 subsection (5) (b) do not apply toward continuing education required
7 in a license cycle. The department may waive the requirement for
8 additional hours under subsection (5) (b) if the applicant
9 demonstrates to the department that the additional hours would
10 present an undue hardship on the applicant.

(6) (7) If a real estate broker, associate real estate broker, or salesperson receives a license that is issued after the beginning of the current license cycle for that license, the department may prorate the number of hours of eligible continuing education that licensee is required to complete under subsections (1) and (2) for the year of the license cycle in which the license is issued.

18 (7) (8) Course credits used to meet continuing education 19 requirements under this section do not apply toward the real estate 20 broker's license prelicensure education requirements under section 21 2504, and course credits successfully completed under real estate 22 broker's license prelicensure education requirements under section 23 2504 do not apply toward the continuing education requirements of 24 this section.

(8) (9) As used in this section, "eligible continuing education course" means a continuing education course that meets the standards established by the department by rule under subsection (2) (e) (2) (f) and, if successfully completed by a licensee, is counted toward the licensee's continuing education

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1 requirements under this section.