LEGISLATURE OF NEBRASKA ONE HUNDRED SIXTH LEGISLATURE

FIRST SESSION

LEGISLATIVE BILL 384

Introduced by Walz, 15.

Read first time January 17, 2019

Committee: Banking, Commerce and Insurance

- 1 A BILL FOR AN ACT relating to the Nebraska Real Estate License Act; to
- 2 amend section 81-885.13, Revised Statutes Cumulative Supplement,
- 3 2018; to change provisions relating to education requirements; to
- 4 provide an operative date; and to repeal the original section.
- 5 Be it enacted by the people of the State of Nebraska,

- 1 Section 1. Section 81-885.13, Revised Statutes Cumulative
- 2 Supplement, 2018, is amended to read:
- 3 81-885.13 (1) No broker's or salesperson's license shall be issued
- 4 to any person who has not attained the age of nineteen years. No broker's
- 5 or salesperson's license shall be issued to any person who is not a high
- 6 school graduate or the holder of a certificate of high school
- 7 equivalency.
- 8 (2) Each applicant for a salesperson's license shall furnish
- 9 evidence that he or she has completed two courses in real estate
- 10 subjects, approved by the commission, composed of not less than sixty
- 11 class hours of study or, in lieu thereof, courses delivered in a distance
- 12 education format approved by the commission.
- 13 (3) Each applicant for a broker's license shall either:
- 14 (a) <u>Have</u> have first served actively for <u>five</u> two years as a licensed
- 15 salesperson or broker and shall furnish evidence of completion of sixty
- 16 class hours in addition to the hours required by subsection (2) of this
- 17 section in a course of study approved by the commission or, in lieu
- 18 thereof, courses delivered in a distance education format approved by the
- 19 commission τ : or
- 20 (b) Upon special application and hearing before the commission,
- 21 provide satisfactory evidence of (i) equivalent or sufficiently relevant
- 22 experience in a real estate related industry or (ii) hardship due to an
- 23 <u>existing brokerage being unable to retain the services of a licensee to</u>
- 24 act as their designated broker who has the five years' experience
- 25 required in this subsection. Any applicant so approved must furnish a
- 26 certificate that he or she has passed a course of at least eighteen
- 27 credit hours in subjects related to real estate at an accredited
- 28 university or college, or completed six courses in real estate subjects
- 29 composed of not less than one hundred eighty class hours in a course of
- 30 study approved by the commission or, in lieu thereof, courses delivered
- 31 in a distance education format approved by the commission.

- 1 (4) No person issued a broker's license may act as a designated
- 2 broker for any other licensee until such person has taken additional
- 3 <u>courses of post-licensure education in the subjects of real estate trust</u>
- 4 accounting, brokerage finance, business ethics, and risk management,
- 5 except that the commission may extend, for up to six months, the post-
- 6 <u>licensure course work requirement under the hardship provision of</u>
- 7 subdivision (3)(a)(ii) of this section.
- 8 (5) Each applicant for a broker's or salesperson's license shall
- 9 <u>furnish evidence of completion of six class hours of study in a course</u>
- 10 approved by the commission related to professional practice and
- 11 standards.
- 12 <u>(6)</u> (4) Each applicant for a broker's license must pass a written
- 13 examination covering generally the matters confronting real estate
- 14 brokers, and each applicant for a salesperson's license must pass a
- 15 written examination covering generally the matters confronting real
- 16 estate salespersons. Such examination may be taken before the commission
- 17 or any person designated by the commission. Failure to pass the
- 18 examination shall be grounds for denial of a license without further
- 19 hearing. Within thirty days after passing the examination the applicant
- 20 must complete all requirements necessary for the issuance of a license.
- 21 The commission may prepare and distribute to licensees under the Nebraska
- 22 Real Estate License Act informational material deemed of assistance in
- 23 the conduct of their business.
- 24 (7) (5) An applicant for an original broker's or salesperson's
- 25 license shall be subject to fingerprinting and a check of his or her
- 26 criminal history record information maintained by the Federal Bureau of
- 27 Investigation through the Nebraska State Patrol. After filing application
- 28 for a license, each applicant shall furnish directly to the Nebraska
- 29 State Patrol, or to a fingerprint processing service that may be selected
- 30 by the commission for this purpose, a full set of fingerprints to enable
- 31 a criminal background investigation to be conducted. The applicant shall

- 1 request that the Nebraska State Patrol submit the fingerprints to the
- 2 Federal Bureau of Investigation for a national criminal history record
- 3 check. The applicant shall pay the actual cost, if any, of the
- 4 fingerprinting and check of his or her criminal history record
- 5 information. The applicant shall authorize release of the national
- 6 criminal history record check to the commission.
- 7 (8) (6) Courses of study, referred to in subsections (2), and (3),
- 8 (4), (5), and (9) of this section, shall include courses offered by
- 9 private proprietary real estate schools when such courses are prescribed
- 10 by the commission and are taught by instructors approved by the
- 11 commission. The commission shall monitor schools offering approved real
- 12 estate courses and for good cause shall have authority to suspend or
- 13 withdraw approval of such courses or instructors.
- 14 (9) All licensees shall, within one hundred eighty days after
- 15 <u>license issuance, furnish satisfactory evidence of completion of twelve</u>
- 16 hours of class study in a commission-approved class related to required
- 17 knowledge and skills for real estate practice, including, but not limited
- 18 to, completing contracts and listing agreements and handling of client
- 19 funds. If a licensee fails to do so, the commission shall place his or
- 20 her license on inactive status until the commission receives such
- 21 <u>satisfactory evidence</u>. Transfer to active status pursuant to this
- 22 subsection shall be subject to the fee provided for in section 81-885.20.
- 23 Sec. 2. This act becomes operative on July 1, 2020.
- 24 Sec. 3. Original section 81-885.13, Revised Statutes Cumulative
- 25 Supplement, 2018, is repealed.