## 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:
  - (a) Beginning with the license cycle after the effective date of the rules promulgated under subsection  $\frac{(2)}{(e)}$ ,  $\frac{(2)}{(f)}$ , the number of hours determined by the department by rule.
- 7 (b) In each license cycle before the license cycle described 8 in subdivision (a), 18 clock hours.



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- 1 (2) All of the following apply to the continuing education2 requirement described in subsection (1):
- (a) In completing the appropriate number of hours of eligible
   continuing education courses, a licensee must complete at least 2
   hours of the following number of hours of eligible continuing
   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.
  - (ii) Not less than 1 hour of courses that involve compliance with local, state, or federal fair housing laws.
  - (b) The After accounting for the hours required under subdivision (a), a licensee may select any continuing education courses in his or her the licensee's area of expertise to complete the remaining hours of eligible continuing education courses required under subsection (1) and may complete those hours at any time during the license cycle. For purposes of this subdivision only, the license cycle year beginning November 1, 2019 ends on December 31, 2020.
- 19 (c) (b) At the time he or she a licensee attends an eligible
  20 continuing education course, a the licensee shall do both of the
  21 following to confirm his or her the licensee's identity:
- 22 (i) Present his or her the licensee's pocket card, or provide
  23 his or her the licensee's license identification number, from the
  24 department to the course provider.
- 25 (ii) Present his or her the licensee's operator's license or
  26 chauffeur's license issued under the Michigan vehicle code, 1949 PA
  27 300, MCL 257.1 to 257.923, an official state personal
  28 identification card issued under 1972 PA 222, MCL 28.291 to 28.300,
  29 or other government-issued photo identification to the course

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1 provider.

- (d) (e) If a licensee successfully completes an education
   course to obtain a professional designation, the number of hours of
   that course is counted toward the total number of hours of
   continuing education courses required in a license cycle.
  - (e) (d)—If a licensee successfully completes an eligible continuing education course, he or she the licensee does not earn additional hours toward the requirements of this section if he or she the licensee repeats that course.
    - (f) (e) The department by rule shall do all of the following:
  - (i) Determine and provide for the publication of the number of hours of eligible continuing education courses a licensee must successfully complete in a license cycle, including the 2 hours of courses involving statutes, rules, and court cases required hours in each year of a license cycle under subdivision (a). The department shall determine the number of hours that are required in a license cycle by multiplying the number of years in the license cycle by 6.
  - (ii) Establish the standards for determining if a continuing education course is an eligible continuing education course for purposes of this section.
    - (3) An applicant for license renewal under section 2502a shall certify compliance with subsections (1) and (2) to the department. A licensee shall retain evidence acceptable to the department that demonstrates he or she the licensee has met the continuing education requirements under this section, for at least not less than 4 years after the date of that certification, and shall produce the following information at the request of the department:
      - (a) The name and contact information of the continuing

- 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.
- (f) Verification by a representative of the continuing
  professional education program sponsor of the participant's
  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.
    - (5) If the department finds as the result of an audit under subsection (4) that an applicant for license renewal under section 2502a did not complete sufficient hours of eligible continuing education courses to renew his or her the licensee's license, any penalty imposed by the department shall must include a requirement that the licensee must complete both of the following, if applicable:
    - (a) A a sufficient number of additional hours of continuing education to fulfill the requirements for the period determined by 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

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- 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.
- 11 (6)  $\frac{(7)}{}$  If a real estate broker, associate real estate broker,
- 12 or salesperson receives a license that is issued after the
- 13 beginning of the current license cycle for that license, the
- 14 department may prorate the number of hours of eligible continuing
- 15 education that licensee is required to complete under subsections
- 16 (1) and (2) for the year of the license cycle in which the license
- 17 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.
- 25 (8) (9) As used in this section, "eligible continuing
- 26 education course" means a continuing education course that meets
- 27 the standards established by the department by rule under
- 28 subsection  $\frac{(2)(e)}{(2)}$  (2) (f) and, if successfully completed by a
- 29 licensee, is counted toward the licensee's continuing education

1 requirements under this section.

