## SENATE SUBSTITUTE

FOR

## HOUSE BILL NO. 596

## AN ACT

To repeal sections 334.031, 339.150, and 339.780, RSMo, and to enact in lieu thereof three new sections relating to professional registration.

Be it enacted by the General Assembly of the State of Missouri, as follows: Section A. Sections 334.031, 339.150, and 339.780, RSMo, 2 are repealed and three new sections enacted in lieu thereof, to

- 3 be known as sections 334.031, 339.150, and 339.780, to read as
- 4 follows:

334.031. 1. Candidates for licenses as physicians and

- 2 surgeons shall furnish [satisfactory evidence of their good
- 3 moral character, and their preliminary qualifications, to
- wit: a certificate of graduation from an accredited high 4
- school or its equivalent, and satisfactory evidence of 5
- completion of preprofessional education consisting of a 6
- 7 minimum of sixty semester hours of college credits in
- 8 acceptable subjects leading towards the degree of bachelor
- 9 of arts or bachelor of science from an accredited college or
- 10 university. They shall also furnish satisfactory evidence
- of having attended throughout at least four terms of thirty-11
- 12 two weeks of actual instructions in each term and of having
- 13 received a diploma from some reputable medical college or
- osteopathic college that enforces requirements of four terms 14
- of thirty-two weeks for actual instruction in each term, 15
- including, in addition to class work, such experience in 16
- operative and hospital work during the last two years of 17
- instruction as is required by the American Medical 18
- 19 Association and the American Osteopathic Association before
- 20 the college is approved and accredited as reputable. Any

- 21 medical college approved and accredited as reputable by the
- 22 American Medical Association or the Liaison Committee on
- 23 Medical Education and any osteopathic college approved and
- 24 accredited as reputable by the American Osteopathic
- 25 Association is deemed to have complied with the requirements
- of this subsection]:
- 27 (1) Evidence of good moral character by submitting to
- a criminal background check as provided in section 43.540;
- 29 (2) A diploma and academic transcripts from a school
- 30 accredited by the Liaison Committee on Medical Education,
- 31 the Commission on Osteopathic College Accreditation, the
- 32 Educational Commission for Foreign Medical Graduates
- 33 (ECFMG), or a similar accrediting agency; and
- (3) A certificate demonstrating that the applicant has
- 35 satisfied the requirements of section 334.035.
- 36 2. In determining the qualifications necessary for
- 37 licensure as a qualified physician and surgeon, the board,
- 38 by rule and regulation, may accept the certificate of the
- 39 National Board of Medical Examiners of the United States,
- 40 chartered pursuant to the laws of the District of Columbia,
- 41 of the National Board of Examiners for Osteopathic
- 42 Physicians and Surgeons chartered pursuant to the laws of
- 43 the state of Indiana, or of the Licentiate of the Medical
- 44 Counsel of Canada (LMCC) in lieu of and as equivalent to its
- 45 own professional examination. Every applicant for a license
- 46 on the basis of such certificate, upon making application
- 47 showing necessary qualifications as provided in subsection 1
- 48 of this section, shall be required to pay the same fee
- 49 required of applicants to take the examination before the
- 50 board.
- 51 3. The board may require applicants to list all
- 52 licenses to practice as a physician currently or previously
- 53 held in any other state, territory, or country and to

- disclose any past or pending investigations, discipline, or
- 55 sanctions against each such license.
- 4. In addition to the criminal background screening
- 57 required by this section, the board may obtain a report on
- 58 the applicant from the National Practitioner Data Bank or
- 59 the Federation of State Medical Boards.
  - 339.150. 1. No real estate broker shall knowingly
- 2 employ or engage any person to perform any service to the
- 3 broker for which licensure as a real estate broker or a real
- 4 estate salesperson is required pursuant to sections 339.010
- 5 to 339.180 and sections 339.710 to 339.860, unless such a
- 6 person is:
- 7 (1) A licensed real estate salesperson or a licensed
- 8 real estate broker as required by section 339.020; or
- 9 (2) For a transaction involving commercial real estate
- 10 as defined in section 339.710, a person regularly engaged in
- 11 the real estate brokerage business outside the state of
- 12 Missouri who has, in such forms as the commission may adopt
- 13 by rule:
- (a) Executed a brokerage agreement with the Missouri
- 15 real estate broker;
- 16 (b) Consented to the jurisdiction of Missouri and the
- 17 commission;
- 18 (c) Consented to disciplinary procedures under section
- **19** 339.100; and
- 20 (d) Appointed the commission as his or her agent for
- 21 service of process regarding any administrative or legal
- 22 actions relating to the conduct in Missouri; or
- 23 (3) For any other transaction, a person regularly
- 24 engaged in the real estate brokerage business outside of the
- 25 state of Missouri.

- Any such action shall be unlawful as provided by section 339.100 and shall be grounds for investigation, complaint, proceedings and discipline as provided by section 339.100.
- 2. No real estate licensee shall pay any part of a 29 fee, commission or other compensation received by the 30 31 licensee to any person for any service rendered by such person to the licensee in buying, selling, exchanging, 32 33 leasing, renting or negotiating a loan upon any real estate, unless such a person is a licensed real estate salesperson 34 35 regularly associated with such a broker, or a licensed real estate broker, or a person regularly engaged in the real 36 estate brokerage business outside of the state of Missouri. 37

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- Notwithstanding the provisions of subsections 1 and 2 of this section, any real estate broker who shall refuse to pay any person for services rendered by such person to the broker, with the consent, knowledge and acquiescence of the broker that such person was not licensed as required by section 339.020, in buying, selling, exchanging, leasing, renting or negotiating a loan upon any real estate for which services a license is required, and who is employed or engaged by such broker to perform such services, shall be liable to such person for the reasonable value of the same or similar services rendered to the broker, regardless of whether or not the person possesses or holds any particular license, permit or certification at the time the service was performed. Any such person may bring a civil action for the reasonable value of his services rendered to a broker notwithstanding the provisions of section 339.160.
- 4. Notwithstanding provisions of this chapter to the contrary, a broker may pay compensation directly to a business entity owned by a licensee that has been formed for the purpose of receiving compensation earned by such licensee. A business entity that receives compensation from

- 59 a broker as provided for in this subsection shall not be
- 60 required to be licensed under this chapter and shall be
- 61 owned:
- 62 (1) Solely by the licensee;
- 63 (2) By the licensee together with the licensee's
- 64 spouse, but only if the spouse and licensee are both
- 65 licensed and associated with the same broker, or the spouse
- 66 is not also licensed; or
- 67 (3) By the licensee and one or more other licensees,
- 68 but only if all such owners are licensees which are
- 69 associated with the same broker.
- 70 5. For purposes of subsection 4 of this section, the
- 71 following terms shall mean:
- 72 (1) "Business entity", any corporation, partnership,
- 73 limited partnership, limited liability company, professional
- 74 corporation, or association;
- 75 (2) "Licensee", any real estate broker, real estate
- 76 broker-salesperson, or real estate salesperson, as such
- terms are defined under section 339.010.
  - 339.780. 1. All written agreements for brokerage
- 2 services on behalf of a seller, landlord, buyer, or tenant
- 3 shall be entered into by the designated broker on behalf of
- 4 that broker and affiliated licensees, except that the
- 5 designated broker may authorize affiliated licensees in
- 6 writing to enter into the written agreements on behalf of
- 7 the designated broker.
- 8 2. Before engaging in any of the activities enumerated
- 9 in section 339.010, a designated broker intending to
- 10 establish a limited agency relationship with a seller or
- 11 landlord shall enter into a written agency agreement with
- 12 the party to be represented. The agreement shall include a
- 13 licensee's duties and responsibilities specified in section
- 14 339.730 and the terms of compensation and shall specify

- whether an offer of subagency may be made to any other designated broker.
- 3. Before [or while] engaging in any acts enumerated in section 339.010, except ministerial acts defined in section 339.710, a designated broker acting as a single agent for a buyer or tenant shall enter into a written agency agreement with the buyer or tenant. The agreement shall include a licensee's duties and responsibilities specified in section 339.740 and the terms of compensation.
- 4. Before engaging in any of the activities enumerated in section 339.010, a designated broker intending to act as a dual agent shall enter into a written agreement with the seller and buyer or landlord and tenant permitting the designated broker to serve as a dual agent. The agreement shall include a licensee's duties and responsibilities specified in section 339.750 and the terms of compensation.
- 31 Before engaging in any of the activities enumerated in section 339.010, a designated broker intending to act as 32 33 a subagent shall enter into a written agreement with the designated broker for the client. If a designated broker 34 has made a unilateral offer of subagency, another designated 35 broker can enter into the subagency relationship by the act 36 of disclosing to the customer that he or she is a subagent 37 38 of the client. If a designated broker has made an 39 appointment pursuant to section 339.820, an affiliated 40 licensee that has been excluded by such appointment may 41 enter into the subagency relationship by the act of disclosing to the customer that he or she is a subagent of 42 the client. 43
  - 6. A designated broker who intends to act as a transaction broker and who expects to receive compensation from the party he or she assists shall enter into a written transaction brokerage agreement with such party or parties

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- 48 contracting for the broker's service. The transaction
  49 brokerage agreement shall include a licensee's duties and
  50 responsibilities specified in section 339.755 and the terms
  51 of compensation.
- 7. All exclusive brokerage agreements shall specify that the broker, through the broker or through one or more affiliated licensees, shall provide, at a minimum, the following services:
- (1) Accepting delivery of and presenting to the client or customer offers and counteroffers to buy, sell, or lease the client's or customer's property or the property the client or customer seeks to purchase or lease;
- 60 (2) Assisting the client or customer in developing,
  61 communicating, negotiating, and presenting offers,
  62 counteroffers, and notices that relate to the offers and the
  63 counteroffers until a lease or purchase agreement is signed
  64 and all contingencies are satisfied or waived; and
- (3) Answering the client's or customer's questionsrelating to the offers, counteroffers, notices, andcontingencies.
- 8. Nothing contained in this section shall prohibit
  the public from entering into written contracts with any
  broker which contain duties, obligations, or
  responsibilities which are in addition to those specified in
  this section.