

relating to the payment of commissions to certain corporations; and clarifying language.

BY adding to

Article 56 - Licenses
Section 218(d)
Annotated Code of Maryland
(1979 Replacement Volume and 1981 Supplement)

BY repealing and reenacting, with amendments,

Article 56 - Licenses
Section 227(a)
Annotated Code of Maryland
(1979 Replacement Volume and 1981 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland read(s) as follows:

Article 56 - Licenses

218.

(D) (1) WITH THE CONSENT OF A BROKER, AN INDIVIDUAL SALESPERSON, OR 2 OR MORE SALESPERSONS, LICENSED TO ACT ON BEHALF OF THE BROKER MAY FORM A PROFESSIONAL SERVICE CORPORATION WHOLLY OWNED BY THE SALESPERSON OR SALESPERSONS.

(2) A SALESPERSON WHO HAS OR SALESPERSONS WHO HAVE INCORPORATED MAY DIRECT WITH THE CONSENT OF THE BROKER THAT COMMISSIONS BE PAID TO THE CORPORATION. ~~THE FORMATION OF A CORPORATION DOES NOT RELIEVE ANY BROKER OR SALESPERSON OF ANY DUTIES UNDER THIS SUBTITLE, INCLUDING ANY DUTY OF SUPERVISION.~~

227.

(a) It shall be unlawful for any real estate broker, or real estate [salesman] SALESPERSON, to pay any compensation, in money or other valuable thing, to any person other than a licensed real estate broker, those exempted under the provisions of subsection (6) of § 212(f) and § 219(e), or real estate [salesman] SALESPERSON, OR A CORPORATION FORMED AND WHOLLY OWNED BY A REAL ESTATE SALESPERSON OR SALESPERSONS, for the rendering of any service, or the doing of any of the acts by this subtitle forbidden to be rendered or performed by other than licensees.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1982.