

NOT MORE THAN 49% OF THE INTEREST IN A PARTNERSHIP THROUGH WHICH REAL ESTATE BROKERAGE SERVICES ARE PROVIDED MAY BE HELD BY ASSOCIATE REAL ESTATE BROKERS OR REAL ESTATE SALESPERSONS OR ANY COMBINATION OF ASSOCIATE BROKERS OR SALESPERSONS.

REVISOR'S NOTE: This section formerly appeared as Art. 56A, § 4-511.

There are no changes.

Defined terms: "Associate real estate broker" § 16-101  
"Provide real estate brokerage services" § 16-101  
"Real estate salesperson" § 16-101

16-512. FORMATION OF PROFESSIONAL SERVICE CORPORATION BY SALESPERSONS AND ASSOCIATE BROKERS.

(A) IN GENERAL.

WITH THE CONSENT OF A LICENSED REAL ESTATE BROKER, 1 OR MORE LICENSED REAL ESTATE SALESPERSONS AND LICENSED ASSOCIATE REAL ESTATE BROKERS WHO ARE AFFILIATED WITH THE LICENSED REAL ESTATE BROKER MAY ORGANIZE AND WHOLLY OWN A PROFESSIONAL SERVICE CORPORATION UNDER THE MARYLAND PROFESSIONAL SERVICE CORPORATION ACT.

(B) COMPOSITION OF CORPORATION.

A PROFESSIONAL SERVICE CORPORATION MAY BE ORGANIZED AND OWNED UNDER THIS SECTION BY ANY NUMBER AND ANY COMBINATION OF LICENSED REAL ESTATE SALESPERSONS AND LICENSED ASSOCIATE REAL ESTATE BROKERS. HOWEVER, EACH SHAREHOLDER IN THE CORPORATION SHALL BE EITHER A LICENSED REAL ESTATE SALESPERSON OR A LICENSED ASSOCIATE REAL ESTATE BROKER.

(C) PAYMENT OF COMMISSIONS TO CORPORATION.

A LICENSED REAL ESTATE SALESPERSON OR A LICENSED ASSOCIATE REAL ESTATE BROKER WHO IS A SHAREHOLDER OF A PROFESSIONAL SERVICE CORPORATION MAY DIRECT THAT ANY COMMISSION DUE THE SALESPERSON OR ASSOCIATE BROKER BE PAID TO THE CORPORATION.

REVISOR'S NOTE: This section formerly appeared as Art. 56A, § 4-512.

In subsection (a) of this section, the former cross-reference to "Title 5, Subtitle 1, of the Corporations and Associations Article" is deleted as unnecessary in light of the use of the short title "Maryland Professional Service Corporation Act". See CA § 5-122.

The only other changes are in style.