1	Indicates Matter Stricken
2	Indicates New Matter
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5	AMENDEDNOT PRINTED IN THE HOUSE
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8	June 5, 2008
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12	Introduced by Reps. Cobb-Hunter and Bedingfield
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14	S. Printed 5/27/08S.
15	Read the first time April 17, 2008.
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1 2 3 4 5 6 7 8 **ABILL** 9 10 TO AMEND THE CODE OF LAWS OF SOUTH CAROLINA, 11 1976. BY ADDING SECTION 40-57-245 SO AS TO PROVIDE THAT THE GOVERNING BODY OF A COUNTY OR NOT **IMPOSE** 14 MUNICIPALITY MAY A LICENSE, 15 OCCUPATION, OR PROFESSIONAL TAX OR FEE UPON **ESTATE** LICENSEES, **EXCEPT UPON** 17 BROKER-IN-CHARGE AT THE PLACE WHERE THE REAL 18 ESTATE LICENSEE SHALL MAINTAIN A PRINCIPAL OR 19 BRANCH **OFFICE PROVIDE** AND TO **THAT** 20 MUNICIPALITY MAY IMPOSE AN OCCUPATION, LICENSE, OR PROFESSIONAL TAX OR FEE UPON REAL ESTATE 22 BROKERS-IN-CHARGE BASED UPON GROSS RECEIPTS 23 ONLY FOR REAL ESTATE TRANSACTIONS WITH RESPECT 24 TO PROPERTY LOCATED WITHIN ITS CORPORATE LIMITS, AND A COUNTY GOVERNING AUTHORITY MAY IMPOSE 26 AN OCCUPATION, LICENSE, OR PROFESSIONAL TAX OR 27 FEE UPON REAL ESTATE BROKERS-IN-CHARGE BASED 28 UPON GROSS RECEIPTS ONLY FOR REAL ESTATE TRANSACTIONS WITH RESPECT TO PROPERTY LOCATED WITHIN THE UNINCORPORATED AREAS OF THE COUNTY. 31 Amend Title To Conform 32 Be it enacted by the General Assembly of the State of South 34 Carolina: 35 SECTION 1. Section 6-1-315 of the 1976 Code is amended to read: "Section 6-1-315. (A) By ordinance adopted by a positive

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39 majority vote, a local governing body may impose a business 41 license tax or increase the rate of a business license tax, authorized 42 by Sections 4-9-30(12) and 5-7-30.

43 (B)(1) Notwithstanding any other provision of law, the governing body of a county or municipality may not impose a

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license, occupation, or professional tax or fee upon real estate licensees, except upon the broker-in-charge at the place where the real estate licensee shall maintain a principal or branch office. The license, occupation, or professional tax or fee shall permit the broker-in-charge and the broker's affiliated associate brokers, salespersons, and property managers to engage in all of the brokerage activities described in Chapter 57 of Title 40 without further licensing or taxing, other than the state licenses issued pursuant to Chapter 57 of Title 40 or pursuant to other provisions of law. No license, occupation, or professional tax or fee shall be required of the affiliated associate brokers, salespersons or property managers of a broker-in-charge for such gross receipts upon which a license, occupation, or professional tax or fee has already been paid.

- (2) Brokered transactions of real property in counties or municipalities other than those in which the broker-in-charge maintains a principal or branch office create a nexus for imposition of a license, occupation, or professional tax or fee only with respect to gross receipts derived from transactions of property located in that county or municipality.
- (3) Notwithstanding any other provision of law, the governing body of a county or municipality may not impose a license, occupation, or professional tax or fee upon the gross proceeds of an auctioneer licensed under Chapter 6 of Title 40 for the first three auctions conducted by the auctioneer in the county or municipality, unless the auctioneer maintains a principal or branch office in the county or municipality."

29 SECTION 2. Section 5-7-30 of the 1976 Code is amended to 30 read:

"Section 5-7-30. Each municipality of the State, in addition to the powers conferred to its specific form of government, may enact regulations, resolutions, and ordinances, not inconsistent with the Constitution and general law of this State, including the exercise of powers in relation to roads, streets, markets, law enforcement, health, and order in the municipality or respecting any subject which appears to it necessary and proper for the security, general welfare, and convenience of the municipality or for preserving health, peace, order, and good government in it, including the authority to levy and collect taxes on real and personal property and as otherwise authorized in this section, make assessments, and establish uniform service charges relating to them; the authority to abate nuisances; the authority to provide police protection in

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contiguous municipalities and in unincorporated areas located not more than three miles from the municipal limits upon the request and agreement of the governing body of such contiguous municipality or the county, including agreement as to the boundaries of such police jurisdictional areas, in which case the municipal law enforcement officers shall have the full jurisdiction, authority, rights, privileges, and immunities, including coverage under the workers' compensation law, which they have in the 9 municipality, including the authority to make arrests, and to 10 execute criminal process within the extended jurisdictional area; 11 provided, however, that this shall not extend the effect of the laws 12 of the municipality beyond its corporate boundaries; 13 franchises for the use of public streets and make charges for them; 14 grant franchises and make charges for the use of public beaches; 15 engage in the recreation function; levy a business license tax on gross income, but a wholesaler delivering goods to retailers in a municipality is not subject to the business license tax unless he 17 18 maintains within the corporate limits of the municipality a 19 warehouse or mercantile establishment for the distribution of 20 wholesale goods; and a business engaged in making loans secured 21 by real estate is not subject to the business license tax unless it has 22 premises located within the corporate limits of the municipality 23 and no entity which is exempt from the license tax under another 24 law nor a subsidiary or affiliate of an exempt entity is subject to 25 the business license tax; borrow in anticipation of taxes; and 26 pledge revenues to be collected and the full faith and credit of the 27 municipality against its note and conduct advisory referenda. The municipal governing body may fix fines and penalties for the 29 violation of municipal ordinances and regulations not exceeding 30 five hundred dollars or imprisonment not exceeding thirty days, or 31 both. If the person or business taxed pays a business license tax to 32 a county or to another municipality where the income is earned, 33 the gross income for the purpose of computing the tax must be 34 reduced by the amount of gross income taxed in the other county 35 or municipality.

For the purpose of providing and maintaining parking for the benefit of a downtown commercial area, a municipality may levy a surtax upon the business license of a person doing business in a designated area in an amount not to exceed fifty percent of the current yearly business license tax upon terms and conditions fixed by ordinance of the municipal council. The area must be designated by council only after a petition is submitted by not less than two-thirds of the persons paying a business license tax in the area and who paid not less than one-half of the total business

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license tax collected for the preceding calendar year requesting the designation of the area. The business within the designated area which is providing twenty-five or more parking spaces for customer use is required to pay not more than twenty-five percent of a surtax levied pursuant to the provisions of this paragraph."

SECTION 3. Section 40-57-180(G) of the 1976 Code, as last amended by Act 218 of 2004, is further amended to read:

- "(G) The commission shall establish and publish standards relevant to the approval and conduct of education required by this chapter.
- (1) The department shall review, approve, and regulate education courses required by this chapter and providers and instructors of these courses including, but not limited to, accredited colleges, universities, private business entities, organizations, schools, associations, and institutions. Notwithstanding another rule or regulation, all Certified Commercial Investment Member (CCIM) designation courses approved by the CCIM institute and all Graduate Realtor Institute (GRI) designation courses approved by the National Association of Realtors must be approved for post-licensing and continuing education credit upon application accompanied by applicable fees.
- (2) The department may deny, reprimand, fine, suspend, or revoke the approval of an education provider or instructor if the department finds that the education provider or instructor has violated or failed to satisfy the provisions of this chapter or the regulations and standards promulgated pursuant to this chapter.
- (3) Application by providers seeking approval to offer and conduct educational instruction or application by instructors must be made on a form prescribed by the department and accompanied by applicable fees not less than sixty days before a course offering and must be approved by the department before the commencement of any instruction. <u>Instructors that hold the Certified Commercial Investment Member (CCIM) designation conferred by the CCIM Institute are approved for instruction in all commercial real estate courses upon application accompanied by the applicable fees.</u>
- 39 (4) If an application for provider, instructor, or course is not 40 approved, the reason must be detailed and the applicant must be 41 given thirty days to respond.
  - (5) Upon approval, certificates must be issued to providers, courses, and instructors to be renewed biennially.

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- (6) Approved courses must be taught by approved instructors who are qualified and have demonstrated knowledge of the subject matter to be taught as well as the ability to teach.
- (7) Approved instructors shall attend instructor development workshops sponsored by the department or provide evidence of equivalent hours of continuing education that increases their knowledge of the subject content in their area of expertise or their teaching techniques.
- (8) The Commission must allow for electronic delivery including, but not limited to, the Internet, videoconference, or other interactive electronic means, of all courses approved for continuing education."

14 SECTION 4. This act takes effect upon approval by the Governor.

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