SENATE SUBSTITUTE

FOR

HOUSE COMMITTEE SUBSTITUTE

FOR

HOUSE BILLS NOS. 595 & 343

AN ACT

To repeal sections 339.780 and 441.043, RSMo, and to enact in lieu thereof two new sections relating to real estate transactions.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 339.780 and 441.043, RSMo, are

- 2 repealed and two new sections enacted in lieu thereof, to be
- 3 known as sections 339.780 and 441.043, to read as follows:
 - 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
- 15 whether an offer of subagency may be made to any other
- 16 designated broker.
- 3. Before [or while] engaging in any acts enumerated
- 18 in section 339.010, except ministerial acts defined in
- 19 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.

- 5. Before engaging in any of the activities enumerated in section 339.010, a designated broker intending to act as a subagent shall enter into a written agreement with the designated broker for the client. If a designated broker has made a unilateral offer of subagency, another designated broker can enter into the subagency relationship by the act of disclosing to the customer that he or she is a subagent of the client. If a designated broker has made an appointment pursuant to section 339.820, an affiliated licensee that has been excluded by such appointment may enter into the subagency relationship by the act of disclosing to the customer that he or she is a subagent of the client.
- 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 contracting for the broker's service. The transaction brokerage agreement shall include a licensee's duties and responsibilities specified in section 339.755 and the terms of compensation.

52 7. All exclusive brokerage agreements shall specify that the broker, through the broker or through one or more 53 54 affiliated licensees, shall provide, at a minimum, the

following services:

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- Accepting delivery of and presenting to the client 56 or customer offers and counteroffers to buy, sell, or lease 57 the client's or customer's property or the property the 58 59 client or customer seeks to purchase or lease;
- 60 (2) Assisting the client or customer in developing, 61 communicating, negotiating, and presenting offers, counteroffers, and notices that relate to the offers and the 62 counteroffers until a lease or purchase agreement is signed 63 64 and all contingencies are satisfied or waived; and
- (3) Answering the client's or customer's questions relating to the offers, counteroffers, notices, and 66 67 contingencies.
- 68 Nothing contained in this section shall prohibit the public from entering into written contracts with any 69 70 broker which contain duties, obligations, or responsibilities which are in addition to those specified in 71 72 this section.
- 1. No county or city, or county or city with 2 a charter form of government may enact, maintain, or enforce 3 any ordinance or resolution which regulates the amount of rent to be charged for privately-owned, single-family, or 4 5 multiple-unit residential or commercial rental property.
- 6 2. No county or city, or county or city with a charter form of government, shall enact, maintain, or enforce any 7 ordinance or resolution that: 8
- 9 (1) Prohibits landlords from refusing to lease or rent a privately owned, single-family, or multiple-unit 10 residential or commercial rental property to a person 11 12 because the person's lawful source of income to pay rent

- includes funding from a federal or other housing assistance
- 14 program;
- 15 (2) Restricts a landlord's ability to use or consider
- 16 income-qualifying methods, credit scores, credit reports,
- 17 eviction or property damage history, or criminal history,
- 18 according to such landlord's own customarily applied
- 19 criteria, or prohibits landlords from requesting such
- 20 information, to determine whether to rent or lease a
- 21 property to a prospective tenant;
- 22 (3) Limits the amount of security deposit a landlord
- 23 may require from a prospective tenant; or
- 24 (4) Requires tenants to automatically receive the
- 25 right of first refusal.
- 3. This section shall not be construed as prohibiting
- 27 any county or city, or any authority created by a county or
- 28 city for that purpose, from:
- 29 (1) Regulating in any way property belonging to that
- 30 city, county, or authority;
- 31 (2) Entering into voluntary agreements with private
- 32 persons which regulate the amount of rent charged for
- 33 subsidized rental properties; or
- 34 (3) Enacting ordinances or resolutions restricting
- 35 rent for properties assisted with community development
- 36 block grant funds.