

## REPORT OF QUALIFIED ASSOCIATIONS

Act 14 of 2009, signed by Governor Rendell on July 6, 2009, became effective on September 4, 2009. The Act permits real estate licensees who work for the same broker to form qualified associations and have their commissions paid through their qualified association.

Qualified associations are single-licensee or multiple-licensee owned corporations, limited liability partnerships (LLP), limited partnerships (LP) or limited liability companies (LLC) registered with the Pennsylvania Corporation's Bureau or the Corporation's Bureau of another state that do NOT:

- (1) Possess any real estate licenses OR
- (2) Hold itself out to the public as providing real estate or real estate related services.

AND are solely owned by licensees who are affiliated with the same broker.

In order to receive a commission through a qualified association, the registered corporation, LLP, LP or LLC **MUST** report the formation of or change in this entity to the Commission. Licensees will be required to:

- (1) Complete a REPORT that asks for:
  - a. the name of the qualified association,
  - b. the names and license numbers of all of the owners/officers/partners in the qualified association,
  - c. the name of the broker affiliated with all members of the qualified association,
  - d. the jurisdiction where the qualified association is registered, and
  - e. the date of registration
- (2) Provide a copy of the registration approved by the Corporation Bureau.

Provided that the qualified association meets the above requirements, including not using a name that hold itself out to the public as providing real estate or real estate related services, the Commission will provide the qualified association with an association number.

Any membership changes to the qualified association must be sent to the Commission within 30 days of any change.

### **REPORT FORMS ARE DOWNLOADABLE AT:**

<http://www.dos.state.pa.us/bpoa/cwp/view.asp?a=1104&q=433100#forms>.