

# 1 BYLAWS OF THE SALT LAKE BOARD OF REALTORS®

2 Revised February 2024

# 3 ARTICLE I – NAME

- 4 Section 1. Name. The name of this organization shall be the Salt Lake Board of REALTORS®, hereinafter referred
- 5 to as the "Board".
- 6 Section 2. REALTORS®. Inclusion and retention of the Registered Collective Membership Mark REALTORS® in
- 7 the name of the Board shall be governed by the Constitution and Bylaws of the NATIONAL ASSOCIATION OF
- 8 REALTORS® as from time to time amended.

### 9 ARTICLE II – OBJECTIVES

- 10 The objectives of the Board are:
- 11 Section 1. To unite those engaged in the recognized branches of the real estate profession for the purpose of exerting
- 12 a beneficial influence upon the profession and related interests.
- 13 Section 2. To promote and maintain high standards of conduct in the real estate profession as expressed in the Code
- of Ethics of the NATIONAL ASSOCIATION OF REALTORS®.
- 15 Section 3. To provide a unified medium for real estate owners and those engaged in the real estate profession
- whereby their interests may be safeguarded and advanced.
- 17 Section 4. To further the interests of home and other real property ownership.
- 18 Section 5. To unite those engaged in the real estate profession in this community with the Utah Association of
- 19 REALTORS® and the NATIONAL ASSOCIATION OF REALTORS®, thereby furthering their own objectives
- throughout the state and nation, and obtaining the benefits and privileges of membership therein.
- 21 Section 6. To designate, for the benefit of the public, those individuals authorized to use the terms REALTOR® and
- 22 REALTORS® as licensed, prescribed, and controlled by the NATIONAL ASSOCIATION OF REALTORS®.

# 23 ARTICLE III - JURISDICTION

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- Section 1. The territorial jurisdiction of the Board as a Member of the NATIONAL ASSOCIATION OF
- 26 REALTORS® is: all of Salt Lake County and that portion of Davis County lying south of the north boundary of the
- 27 city of Farmington, Utah.
- 28 Section 2. Territorial jurisdiction is defined to mean: The right and duty to control the use of the terms REALTOR®
- and REALTORS®, subject to the conditions set forth in these Bylaws and those of the NATIONAL
- 30 ASSOCIATION OF REALTORS®, in return for which the Board agrees to protect and safeguard the property
- 31 rights of the National Association in the terms.

### ARTICLE IV - MEMBERSHIP

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- Section 1. There shall be six classes of Members as follows:
- 35 (A) REALTOR® Members. REALTOR® members, whether primary or secondary shall be:
  - (1) Individuals who, as sole proprietors, partners, corporate officers, or as branch office managers are engaged actively in the real estate profession, including buying, selling, exchanging, renting or leasing, managing, appraising for others for compensation, counseling, building, developing or subdividing real estate, and who maintain or are associated with an established real estate office in the state of Utah or a state contiguous thereto. All persons who are partners in a partnership, or all officers in a corporation who are actively engaged in the real estate profession within the state or a state contiguous thereto shall qualify for REALTOR® Membership

44 only, and each is required to hold REALTOR® Membership (except as provided in 45 the following paragraph) in a Board of REALTORS® within the state or a state 46 contiguous thereto unless otherwise qualified for Institute Affiliate Membership as 47 described in Section 1 (B) of Article IV. 48 (a) In the case of a real estate firm, partnership, or corporation, whose business 49 activity is substantially all commercial, only those principals actively engaged in the 50 real estate business in connection with the same office, or any other offices within 51 the jurisdiction of the board in which one of the firm's principals holds REALTOR® 52 membership, shall be required to hold REALTOR® membership unless otherwise 53 qualified for Institute Affiliate Membership in Section 1(B) of Article IV. 54 (2) Individuals who are engaged in the real estate profession other than as sole 55 proprietors, partners, or corporate officers, or as branch office managers, and are 56 associated with a REALTOR® Member and meet the qualifications set out in Article V. 57 (3) Franchise REALTOR® Membership. Corporate officers (who may be licensed or 58 unlicensed) of a real estate brokerage franchise organization with at least one hundred 59 fifty (150) franchisees located within the United States, its insular possessions and the 60 commonwealth of Puerto Rico, elected to membership pursuant to the provisions in the 61 NAR Constitution and Bylaws. Such individuals shall enjoy all of the rights, privileges and obligations of REALTOR® membership (including compliance with the Code of 62 63 Ethics) except: obligations related to board mandated education, meeting attendance, or 64 indoctrination classes or other similar requirements; the right to use the term 65 REALTOR® in connection with their franchise organization's name; and the right to 66 hold elective office in the local board, state association and National Association. 67 (4) Primary and secondary REALTOR® Members. An individual is a primary member if 68 the Board pays state and National dues based on such Member. An individual is a 69 secondary Member if state and National dues are remitted through another Board. One of 70 the principals in a real estate firm must be a Designated REALTOR® member of the 71 Board in order for licensees affiliated with the firm to select the Board as their "primary" 72 Board. 73 (5) Designated REALTOR® Members. Each firm (or office in the case of firms with 74 multiple office locations) shall designate in writing one REALTOR® Member who shall 75 be responsible for all duties and obligations of Membership including the obligation to 76 arbitrate pursuant to Article 17 of the Code of Ethics and the payment of Board dues as 77 established in Article X of the Bylaws. The "Designated REALTOR®" must be a sole 78 proprietor, partner, corporate officer, or branch manager acting on behalf of the firm's 79 principal(s) and must meet all other qualifications for REALTOR® Membership 80 established in Article V, Section 2, of the Bylaws. 81 (B) Institute Affiliate Members. Institute Affiliate members shall be individuals who hold a 82 professional designation awarded by an Institute, Society, or Council affiliated with the 83 NATIONAL ASSOCIATION OF REALTORS® that addresses a specialty area other than 84 residential brokerage or individuals who otherwise hold a class of membership in such Institute, 85 Society or Council that confers the right to hold office. Any such individual, if otherwise eligible,

(C) Affiliate Members. Affiliate Members shall be individuals or firms who are engaged in a real estate support service and are in sympathy with the objectives of the Board.

may elect to hold REALTOR® membership, subject to payment of applicable dues for such

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membership.

- 90 (D) Public Service Members. Public Service Members shall be individuals who are interested in the real estate profession as employees of or affiliated with educational, public utility, governmental or other similar organizations, but are not engaged in the real estate profession on their own account or in association with an established real estate business.

  (E) Honorary Members, Honorary Members shall be individuals not engaged in the real estate
  - (E) Honorary Members. Honorary Members shall be individuals not engaged in the real estate profession who have performed notable service for the real estate profession, for the Board, or for the public.
  - (F) Student Members. Student Members shall be individuals who are seeking an undergraduate or graduate degree with a specialization or major in real estate at institutions of higher learning, and who have completed at least two years of college and at least one college level course in real estate, but are not engaged in the real estate profession on their own account or not associated with an established real estate office.
  - Section 2. Inactive Members (Principal). REALTOR® (Principal) An Inactive Member shall be a former REALTOR® Member in good standing who, following submission of a written request for such status and approval by the Board of Directors, shall be placed on the inactive roll. Inactive Members shall have such rights and privileges as the Board of Directors may from time to time prescribe, except the right to vote, the right to hold elective office and the right to use the designation REALTOR®.
    - (1) The Board Membership of a REALTOR® Member may be placed on an inactive status for a period not to exceed thirty six months following approval by the Board of Directors of a written request for such status.
    - (2) Inactive status shall be granted only upon payment of an annual inactive fee which shall be fixed by the Board of Directors, payment of all outstanding accounts and return of all Board property in the possession of the member requesting inactive status. If a member is inactive from the Board for a year or more and has not paid the yearly inactive fee, payment of an application fee and annual dues will be required to reactivate his/her membership

# ARTICLE V - QUALIFICATION AND ELECTION

Section 1. Application. An application for membership shall be made in such manner and form as may be prescribed by the Board of Directors and made available to anyone requesting it. The application form shall contain among the statements to be signed by the applicant (1) that applicant agrees as a condition to membership to thoroughly familiarize himself/herself with the Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS®, the Constitutions, Bylaws, and Rules and Regulations of the Board, the State and National Associations, and if elected a Member, will abide by the Constitutions and Bylaws and Rules and Regulations of the Board, State and National Associations, and if a REALTOR®, will abide by the Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS® including the obligation to arbitrate controversies arising out of real estate transactions as specified by Article 17 of the Code of Ethics, and as further specified in the Code of Ethics and Arbitration Manual of the NATIONAL ASSOCIATION OF REALTORS®, as from time to time amended; and (2) that applicant consents that the Board may invite and receive information and comment about applicant from any Member or other persons, and that applicant agrees that any information and comment furnished to the Board by any person in response to the invitation shall be conclusively deemed to be privileged and not form the basis of any action for slander, libel, or defamation of character. The applicant shall, with the form of application, have access to a copy of the Bylaws, Constitution, Rules and Regulations, and Code of Ethics referred to above.

Section 2. Qualification.

- (A) An applicant for REALTOR® Membership who is a sole proprietor, partner, corporate officer, or branch office manager of a real estate firm shall supply evidence satisfactory to the Chief Executive Officer that he/she is actively engaged in the real estate profession and maintains a current, valid real estate broker's or salesperson's license or is licensed or certified by an appropriate state regulatory agency to engage in the appraisal of real property, has a place of business within the state or a state contiguous thereto (unless a secondary member), has no record of recent or pending bankruptcy, has no record of official sanctions involving unprofessional conduct, agrees to complete a course of instruction covering the Bylaws and Rules and Regulations of the Board, the Bylaws of the State Association, and the Constitution and Bylaws and Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS®, and shall pass such reasonable and nondiscriminatory written examination thereon as may be required and shall agree that if elected to membership, he/she will abide by such Constitution, Bylaws, Rules and Regulations, and Code of Ethics.
  - NOTE 1. Article IV, Section 2, of the NAR Bylaws prohibits Member Boards from knowingly granting REALTOR® membership to any applicant who has an unfulfilled sanction pending which was imposed by another Board or Association of REALTORS® for violation of the Code of Ethics.
  - (B) Individuals who are actively engaged in the real estate profession other than as principals, partners, corporate officers, or branch office manager in order to qualify for REALTOR® Membership, shall at the time of application, be associated either as an employee or as an independent contractor with a Designated REALTOR® Member of the Board or a Designated REALTOR® Member of another Board (if a secondary member) and must maintain a current, valid real estate broker's or salesperson's license or be licensed or certified by an appropriate state regulatory agency to engage in the appraisal of real property, have no record of official sanction involving unprofessional conduct, shall complete a course of instruction covering the Bylaws and Rules and Regulations of the Board, the Bylaws of the State Association, and the Constitution and Bylaws and Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS® and shall pass such reasonable and nondiscriminatory written examinations thereon as may be required and shall agree in writing that if elected to membership he/she will abide by the Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS®, and by the Constitution, Bylaws, and Rules and Regulations of the local Board, State Association, and the National Association.
  - (C) The Board will also consider the following in determining an applicant's qualifications for REALTOR® membership:
    - (1) All final findings of Code of Ethics violations and violations of other membership duties in any other association within the past three years.
    - (2) Pending ethics complaints (or hearings).
    - (3) Unsatisfied discipline pending.

- (4) Pending arbitration requests (or hearings).
- (5) Unpaid arbitration awards or unpaid financial obligations to any other association or association MLS.
  - (6) Any misuse of the term REALTOR® or REALTORS® in the name of the applicant's firm
    - (7) No record of official sanctions involving unprofessional conduct

NO RECENT OR PENDING BANKRUPTCY is intended to mean that the applicant or any real estate firm in which the applicant is a sole proprietor, general partner, corporate officer, or branch manager is not involved in any pending bankruptcy or insolvency proceedings or, has not been adjudged bankrupt in the past three years. If a bankruptcy proceeding as described above exists, membership may not be rejected unless the Board establishes that its interests and those of its members and the public could not be adequately protected by requiring that the bankrupt applicant pay cash in advance for applicable Board fees for up to one year from the date that membership is approved or from the date that the applicant is discharged from bankruptcy (whichever is later). In the event that an existing member initiates bankruptcy proceedings, the member may be placed on a "cash basis" from the date that bankruptcy is initiated until one year from the date that the member has been discharged from bankruptcy.

NO RECORD OF OFFICIAL SANCTIONS INVOLVING UNPROFESSIONAL CONDUCT is intended to mean that the Board may only consider judgments within the past three years of violations of (1) civil rights laws, (2) real estate license laws, or (3) other laws prohibiting unprofessional conduct against the applicant rendered by the courts or other lawful authorities.

"Provisional" membership may be granted in instances where ethics complaints or arbitration requests (or hearings) are pending in other associations or where the applicant for membership has unsatisfied discipline pending in another association (except for violations of the Code of Ethics; See Article V, Section 2(A) NOTE 1) provided all other qualifications for membership have been satisfied. Associations may reconsider the membership status of such individuals when all pending ethics and arbitration matters (and related discipline) have been resolved or if such matters are not resolved within six months from the date that provisional membership is approved. Provisional members shall be considered REALTORS® and shall be subject to all of the same privileges and obligations of REALTOR® membership. If a member resigns from another association with an ethics complaint or arbitration request pending, the association may condition membership on the applicant's certification that he/she will submit to the pending ethics or arbitration proceeding (in accordance with the established procedures of the association to which the applicant has made application) and will abide by the decision of the hearing panel.

Section 3. Election. The procedure for election to membership shall be as follows:

- (A) The Chief Executive Officer shall determine whether the applicant is applying for the appropriate class of membership.
- (B) The Chief Executive Officer shall notify the Board of Directors of all applications for membership.
- (C) The Board of Directors shall review the qualifications of the applicant at the next regularly scheduled Board of Directors meeting and then vote on the applicant's eligibility for membership. If the applicant receives a majority vote of the Board of Directors, he/she shall be declared elected to membership and shall be advised by written notice.
- (D) The Board of Directors may not reject an application without providing the applicant with advance notice of the findings, an opportunity to appear before the Board of Directors, to call witnesses on his/her behalf, to be represented by counsel, and to make such statements as he/she deems relevant. The Board of Directors may also have counsel present. The Board of Directors shall require that written minutes be made of any hearing before it or may electronically or mechanically record the proceedings.
- (E) If the Board of Directors determines that the application should be rejected, it shall record its reasons with the Chief Executive Officer. If the Board of Directors believes that denial of membership to the applicant may become the basis of litigation and a claim of damage by the applicant, it may specify that denial shall become effective upon entry in a suit by the Board for a declaratory judgment by a court of competent jurisdiction of a final judgment declaring that the rejection violates no rights of the applicant.

225	Section 4. Status Changes.
226	(A) A REALTOR® who changes the conditions under which he/she holds membership shall be
227	required to provide written notification to the Board within thirty days. A REALTOR® (Non
228	Principal) who becomes a Principal in the firm with which he/she has been licensed or,
229	alternatively, becomes a principal in a new firm which will be comprised of REALTOR®
230	Principals may be required to satisfy any previously unsatisfied membership requirements
231	applicable to REALTOR® (Principal) Members but shall, during the period of transition from one
232	status of membership to another, be subject to all of the privileges and obligations of a
232	REALTOR® (Principal). If the REALTOR® (Non Principal) does not satisfy the requirements
234	established in these Bylaws for the category of membership to which they have transferred within
234	thirty days of the date they advised the Board of their change in status, his/her new membership
236	application will terminate automatically unless otherwise so directed by the Board of Directors.
237	(B) Any application fee related to a change in membership status shall be reduced by an amount
238	equal to any application fee previously paid by the applicant.
239	(C) Dues shall be prorated from the first day of the month in which the member is notified of
240	election by the Board of Directors and shall be based on the new membership status for the
241	remainder of the year.
242	(D) A REALTOR® who is transferring his/her license from one firm comprised of REALTOR®
243	principals to another firm comprised of REALTOR® principals shall be subject to all of the
244	privileges and obligations of membership during the period of transition. If the transfer is not
245	completed within thirty days of the date the board is advised of the disaffiliation with the current
246	firm, membership will terminate automatically unless otherwise so directed by the Board of
247	Directors.
248	Section 5. Transfer of Membership (Principal REALTOR®). Membership in the Salt Lake Board of
249	REALTORS® shall be non-transferable. However, said membership shall not be deemed to have been
250	transferred and thereby terminated by the passing of control, by sale, inheritance, or gift from the person or
251	persons controlling the membership to a partner in a partnership, principal in a corporation, or to a father,
252	mother, wife, son or daughter, and who have met requirements for membership as detailed in Article V
253	Section 1 of these Bylaws.
254	Section 6. New Member Code of Ethics Orientation. Applicants for REALTOR® membership and
255	provisional REALTOR® Members (where applicable) shall complete an orientation program on the Code
256	of Ethics of not less than two hours and thirty minutes of instructional time. This requirement does not
257	apply to applicants for REALTOR® membership or provisional members who have completed comparable
258	orientation in another association, provided that REALTOR® membership has been continuous, or that any
259	break in membership is for one year or less. Failure to satisfy this requirement within sixty days of the date
260	of application (or alternatively, the date that provisional membership was granted), will result in denial of
261	the membership application or termination of provisional membership and the forfeiture of any dues and
262	application fee paid.
263	NOTE: Orientation programs must meet the learning objectives and minimum criteria established from
264	time to time by the NATIONAL ASSOCIATION OF REALTORS®.
265	Section 7. Continuing Member Code of Ethics Training: Effective January 1, 2019, through December 31,
266	2021 and for successive three year periods thereafter, each REALTOR® member of the association (with the
267	exception of REALTOR® members granted REALTOR® Emeritus status by the National Association) shall be
268	required to complete ethics training of not less than two (2) hours and thirty (30) minutes of instructional time. This
269	requirement will be satisfied upon presentation of documentation that the member has completed a
270	course of instruction conducted by this or another REALTOR® association, the State Association of REALTORS®,
271	or the NATIONAL ASSOCIATION OFREALTORS®, which meets the learning objectives and minimum criteria

established by the NATIONAL ASSOCIATION OF REALTORS® from time to time. REALTOR® members who have completed training as a requirement of membership in another association and REALTOR® members who have completed the New Member Code of Ethics Orientation during any three year cycle shall not be required to complete additional ethics training until a new three year cycle commences.

Failure to satisfy the required periodic ethics training shall be considered a violation of a membership duty. Failure to meet the requirement in any three year cycle will result in suspension of membership for the first two months (January and February) of the year following the end of any three year cycle or until the requirement is met, whichever occurs sooner. On March 1 of that year, the membership of a member who is still suspended as of that date will be automatically terminated.

## ARTICLE VI - PRIVILEGES AND OBLIGATIONS

- Section 1. The privileges and obligations of Members, in addition to those otherwise provided in these Bylaws, shall be specified in this Article.
- Section 2. Any Member of the Board may be reprimanded, fined, placed on probation, suspended, or expelled by the Board of Directors for a violation of these Bylaws and Board Rules and Regulations not inconsistent with these Bylaws, after a hearing as provided in the Code of Ethics and Arbitration Manual of the Board. Although Members other than REALTORS® are not subject to the Code of Ethics nor its enforcement by the Board, such Members are encouraged to abide by the principles established in the Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS® and conduct their business and professional practices accordingly. Further, Members other than REALTORS® may, upon recommendation by a hearing panel of the Professional Standards Committee, be subject to discipline as described above, for any conduct, which in the opinion of the Board of Directors, applied on a nondiscriminatory basis, reflects adversely on the terms REALTOR® or REALTORS®, and the real estate industry, or for conduct that is inconsistent with or adverse to the objectives and purposes of the local Board, the State Association, and the NATIONAL ASSOCIATION OF REALTORS®.
- Section 3. Any REALTOR® Member of the Board may be disciplined by the Board of Directors for violations of the Code of Ethics or other duties of membership, after a hearing as described in the Code of Ethics and Arbitration Manual of the Board, provided that the discipline imposed is consistent with the discipline authorized by the Professional Standards Committee of the NATIONAL ASSOCIATION OF REALTORS® as set forth in the Code of Ethics and Arbitration Manual of the National Association.
  - Section 4. Resignations of Members shall become effective when notice is received in writing by the Board, provided, however, that if any Member submitting the resignation is indebted to the Board for dues, fees, fines, or other assessments of the Board or any of its services, departments, divisions, or subsidiaries, the Board may condition the right of the resigning Member to reapply for membership upon payment in full of all such monies owed.
  - Section 5. If a Member resigns from the Board or otherwise causes membership to terminate with an ethics complaint pending, the Board of Directors may condition the right of the resigning Member to reapply for membership upon the applicant's certification that he/she will submit to the pending ethics proceeding and will abide by the decision of the hearing panel;
  - (A) If a Member resigns or otherwise causes membership to terminate, the duty to submit to arbitration continues in effect even after membership lapses or is terminated, provided that the dispute arose while the former member was a REALTOR®.
- 315 Section 6. REALTOR® Members.

316 317 318 319 320	(A) REALTOR® Members, whether primary or secondary, in good standing are entitled to vote, and to be eligible to hold elective office in the Board, and may use the term Realtor®. For purposes of this section, the term "good standing" means the member satisfies the "Obligations of REALTOR® Members," is current with all financial and disciplinary obligations to the Board and MLS, has completed any new member requirements, and complies with NAR's trademark rules.
321 322	(B) REALTOR® Members may use the terms REALTOR® and REALTORS®, which use shall be subject to the provisions of Article VIII.
323	(C) REALTOR® Members have the primary responsibility to safeguard and promote the
324	standards, interests, and welfare of the Board and the real estate profession.
325	(D) If a REALTOR® Member is a principal in a firm, partnership, or corporation and is suspended
326	or expelled, the firm, partnership, or corporation shall not use the terms REALTOR® or
327	REALTORS® in connection with its business during the period of suspension, or until
328	readmission to REALTOR® Membership, or unless connection of the disciplined member with
329	the firm, partnership, or corporation is severed, whichever may apply. The membership of all other
330	principals, partners, or corporate officers shall suspend or terminate during the period of
331	suspension of the disciplined Member, or until readmission of the disciplined Member, or unless
332	connection of the disciplined Member with the firm, partnership, or corporation is severed,
333	whichever may apply. Further, the membership of REALTORS® other than principals who are
334	employed by or affiliated as independent contractors with the disciplined Member shall suspend or
335	terminate during the period of suspension of the disciplined Member or until readmission of the
336	disciplined Member or until connection of the disciplined Member with the firm, partnership, or
337	corporation is severed, or unless the REALTOR® Member (Non Principal) elects to sever his
338	connection with the REALTOR® and affiliate with another REALTOR® Member in good
339	standing in the Board, whichever may apply. If a REALTOR® Member who is other than a
340	Principal in a firm, partnership, or corporation is suspended or expelled, the use of the terms
341	REALTOR® or REALTORS® by the firm, partnership, or corporation shall not be affected.
342	(E) In any action taken against a REALTOR® Member for suspension or expulsion under Section
343	6(D) hereof, notice of such action shall be given to all REALTORS® employed by or affiliated as
344	independent contractors with such REALTOR® Member and they shall be advised that the
345	provisions in Article VI, Section 6(D) shall apply.
346	Section 7. Institute Affiliate Members. Institute Affiliate Members shall have rights and privileges and be
347	subject to obligations prescribed by the Board of Directors consistent with the Constitution and Bylaws of
348	the NATIONAL ASSOCIATION OF REALTORS®.
349	NOTE: Local Associations establish the rights and privileges to be conferred on Institute Affiliate
350	Members except that no Institute Affiliate Member may be granted the right to use the term REALTOR®
351	or the REALTOR® logo; to serve as President of the local association or to be a Participant in the local
352	association's Multiple Listing Service.
353	Section 8. Affiliate Members. Affiliate Members shall have rights and privileges and be subject to
354	obligations prescribed by the Board of Directors.
355	Section 9. Public Service Members. Public Service Members shall have rights and privileges and be subject
356	to obligations prescribed by the Board of Directors.
357	Section 10. Honorary Members. Honorary Members shall have only the right to attend meetings and
358	participate in discussions.
359 360	Section 11. Student Members. Student Members shall have rights and privileges and be subject to obligations prescribed by the Board of Directors.

Section 12. Certification by REALTOR®. Once each year, at a time designated by the Board of Directors, the Designated REALTOR® Members of the Board shall certify to the Board on a form provided by the Board, a complete listing of all individuals licensed or certified in the REALTOR®'s office(s) and shall designate a primary Board for each individual who holds membership. Designated REALTOR® shall also identify any non-member licensees in the REALTOR®'s office(s) and if Designated REALTOR® dues have been paid to another Board based on said non-member licensees, the Designated REALTOR® shall identify the Board to which dues have been remitted. These declarations shall be used for purposes of calculating dues under Article X, Section 2(A) of the Bylaws. Designated REALTOR® Members shall also notify the Board of any additional individual(s) licensed or certified with the firm(s) within thirty days of the date of affiliation or severance of the individual. Any broker who fails to notify the Board of an individual(s) licensed or certified with his/her firm within thirty days of the date of affiliation or severance of the individual, as required by this Section, will be assessed a fine as determined annually by the Board of Directors for each unreported licensee. Failure to pay this fine will be treated under the provisions of ARTICLE X, Section 4, of these Bylaws. Any broker who fails to provide the annual certification by the due date will be assessed a fine as determined annually by the Board of Directors.

Section 13. Harassment. Any member of the association may be reprimanded, placed on probation, suspended or expelled for harassment of an association or MLS employee or association Officer or Director after an investigation in accordance with the procedures of the association. As used in this Section, harassment means any verbal or physical conduct including threatening or obscene language, unwelcome sexual advances, stalking, actions including strikes, shoves, kicks, or other similar physical contact, or threats to do the same, or any other conduct with the purpose or effect of unreasonably interfering with an individual's work performance by creating a hostile, intimidating or offensive work environment. The decision of the appropriate disciplinary action to be taken shall be made by the investigatory team comprised of the President, President-elect and/or Vice President and one member of the Board of Directors selected by the highest ranking officer not named in the complaint, upon consultation with legal counsel for the association. Disciplinary action may include any sanction authorized in the association's Code of Ethics and Arbitration Manual. If the complaint names the President, President-Elect or Vice President, they may not participate in the proceedings and shall be replaced by the Immediate Past President or, alternatively, by another member of the Board of Directors selected by the highest ranking officer not named in the complaint.

## Section 14 - Optional Lock Box Security System Privileges

In the event that REALTOR® members and their affiliated licensees (and licensed or certified appraisers) participate in the lock box security system provided by the Board, he/she agrees to use it as intended. The lock box security system, with its key privileges, is intended only for the showing, appraisal and marketing of homes in the normal course of real estate brokerage and appraisal in Utah. Lock box keys may only be used by their owner. Any misuse of the lock box security system may result in a fine of up to \$5,000 or expulsion from the Salt Lake Board of REALTORS® (if applicable) as determined by its Board of Directors. (Revised per NAR 2.25.15)

### ARTICLE VII- PROFESSIONAL STANDARDS AND ARBITRATION

Section 1. Code of Ethics and Arbitration Manual of the NATIONAL ASSOCIATION OF REALTORS®.

The responsibility of the Board and of Board Members relating to the enforcement of the Code of Ethics, the disciplining of Members, and the arbitration of disputes, and the organization and procedures incident thereto, shall be governed by the Code of Ethics and Arbitration Manual of the NATIONAL ASSOCIATION OF REALTORS®, as amended from time to time, which is by this reference incorporated into these Bylaws, provided, however, that any provision deemed inconsistent with state law shall be deleted or amended to comply with state law.

Section 2. Duty and Responsibility of Every REALTOR®. It shall be the duty and responsibility of every REALTOR® Member of this Board to safeguard and promote the standards, interests, and welfare of the Board and the real estate profession, and to protect against conduct that may cause a lack of public

411 412 413 414 415 416	confidence in the real estate profession or in REALTORS®. REALTOR® members also must abide by the governing documents and policies of the Board, the State Association, and the NATIONAL ASSOCIATION OF REALTORS®, as well as the Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS®, including the duty to arbitrate controversies arising out of real estate transactions as specified by Article 17 of the Code of Ethics, and in accordance with the procedures set forth in the Code of Ethics and Arbitration Manual.
417 418 419 420	Every REALTOR® member shall maintain a high level of integrity and adhere to the Board's membership criteria. Any violent act or threat of violence to person or property, hateful conduct, or acts of moral turpitude impacting the public shall not be tolerated and may be cause for disciplinary action, up to and including termination of membership.
421 422 423 424 425	Section 3. Cooperative Professional Standards Enforcement Agreement. The Board and Board members are also responsible for the enforcement of the Code of Ethics, the disciplining of members, the arbitration of disputes, and the organization and procedures incident thereto, consistent with the Cooperative Professional Standards Enforcement Agreement entered into by the Board, which by this reference is made a part of these Bylaws.
426	ARTICLE VIII- USE OF THE TERMS REALTOR® AND REALTORS®
427 428 429 430 431 432 433 434 435 436 437	Section 1. Use of the terms REALTOR® and REALTORS® by Members shall, at all times, be subject to the provisions of the Constitution and Bylaws of the NATIONAL ASSOCIATION OF REALTORS® and to the Rules and Regulations prescribed by its Board of Directors. The Board shall have the authority to control, jointly and in full cooperation with the NATIONAL ASSOCIATION OF REALTORS®, use of the terms within its jurisdiction. Any misuse of the terms by members is a violation of a membership duty and may subject members to disciplinary action by the Board of Directors after a hearing as provided for in the association's Code of Ethics and Arbitration Manual.  Section 2. REALTOR® Members of the Board shall have the privilege of using the terms REALTOR® and REALTORS® in connection with their places of business within the state or a state contiguous thereto so long as they remain REALTOR® Members in good standing. No other class of Members shall have this privilege.  Section 3. A REALTOR® Member who is a Principal of a real estate firm, partnership, or corporation may use the terms REALTOR® and REALTORS® only if all the Principals of such firm, partnership, or
440 441 442	corporation who are actively engaged in the real estate profession within the state or a state contiguous thereto are REALTOR® Members of the Board or Institute Affiliate Members as described in Section 1(B) of Article IV.
443 444 445 446 447 448 449	(A) In the case of a REALTOR® Member who is a principal of a real estate firm, partnership, or corporation whose business activity is substantially all commercial, the right to use the term REALTOR® or REALTORS® shall be limited to the office locations in which a principal, partner, corporate officer, or branch office manager of the firm, partnership, or corporation holds the REALTOR® membership. If a firm, partnership, or corporation operates additional places of business in which no principal, partner, corporate officer, or branch office manager holds REALTOR® membership, the term REALTOR® or REALTORS® may not be used in any reference to those additional places of business.
450 451	Section 4. Institute Affiliate Members shall not use the terms REALTOR® or REALTORS®, nor the imprint of the emblem seal of the NATIONAL ASSOCIATION OF REALTORS®.

# ARTICLE IX - STATE AND NATIONAL MEMBERSHIPS

Section 1. The Board shall be a Member of the NATIONAL ASSOCIATION OF REALTORS® and the Utah Association of REALTORS®. By reason of the Board's Membership, each REALTOR® Member of the Member Board shall be entitled to membership in the NATIONAL ASSOCIATION OF REALTORS®

- and the Utah Association of REALTORS® without further payment of dues. The Board shall continue as a
- 457 Member of the State and National Associations, unless by a majority vote of all of its REALTOR®
- Members, decision is made to withdraw, in which case the State and National Associations shall be notified
- 459 at least one month in advance of the date designated for the termination of such membership.
- 460 Section 2. The Board recognizes the exclusive property rights of the NATIONAL ASSOCIATION OF
- 461 REALTORS® in the terms REALTOR® and REALTORS®. The Board shall discontinue use of the terms
- in any form in its name upon ceasing to be a Member of the National Association, or upon a determination
- 463 by the Board of Directors of the National Association that it has violated the conditions imposed upon the
- 464 terms.

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- 465 Section 3. The Board adopts the Code of Ethics of the NATIONAL ASSOCIATION OF REALTORS®
- 466 and agrees to enforce the Code among its REALTORS®. The Board and all of its Members agree to abide
- by the Constitution, Bylaws, Rules and Regulations, and policies of the National Association and the
- 468 UTAH ASSOCIATION OF REALTORS®.

# ARTICLE X MEMBER DUES, ASSESSMENTS AND COMMUNICATION

- 470 Section 1. Application Fee. The Board of Directors may adopt an application fee for REALTOR®
- 471 Membership in a reasonable amount, not exceeding three times the amount of the annual dues for
- 472 REALTOR® Membership, which shall be required to accompany each application for REALTOR®
- Membership and which shall become the property of the Board upon final approval of the application.
  - Section 2. Dues. The annual dues of Members shall be as follows:
    - (A) REALTOR® Members: The annual dues of each Designated REALTOR® Member shall be in such amount as established annually by the Board of Directors, plus an additional amount to be established annually by the Board of Directors times the number of real estate salespersons and licensed or certified appraisers who (1) are employed by or affiliated as independent contractors, or who are otherwise directly or indirectly licensed with such REALTOR® Member and (2) are not REALTOR® Members of any Board in the state or a state contiguous thereto or Institute Affiliate Members of a Board. In calculating the dues payable to the Board by a Designated REALTOR® Member, non-member licensees as defined in Section 2(A) (1) and (2) of this -paragraph shall not be included in the computation of dues if the Designated REALTOR® has paid dues based on said non-member licensees in another Board in the state or a state contiguous thereto, provided the Designated REALTOR® notifies the Board in writing of the identity of the Board to which dues have been remitted. In the case of a Designated REALTOR® Member in a firm, partnership, or corporation whose business activity is substantially all commercial, any assessments for non-member licensees shall be limited to licensees affiliated with the Designated REALTOR® (as defined in (1) and (2) of this paragraph) in the office where the Designated REALTOR® holds membership, and any other offices of the firm located within the jurisdiction of this board.
      - (1) For the purpose of this Section, a REALTOR® Member of a Member Board shall be held to be any Member who has a place or places of business within the state or a state contiguous thereto and who, as a principal, partner, corporate officer, or branch office manager of a real estate firm, partnership, or corporation, is actively engaged in the real estate profession as defined in Article III, Section I, of the Constitution of the NATIONAL ASSOCIATION OF REALTOR®. An individual shall be deemed to be licensed with a REALTOR® if the license of the individual is held by the REALTOR®, or by any broker who is licensed with the REALTOR®, or by any entity in which the REALTOR® has a direct or indirect ownership interest and which is engaged in other aspects of the real estate business (except as provided for in Section 2 (a) (1) hereof) provided that such licensee is not otherwise included in the computation of dues payable by the principal, partner, or corporate officer or branch office manager of the entity.

504 A REALTOR® with a direct or indirect ownership interest in an entity engaged 505 exclusively in soliciting and/or referring clients and customers to the REALTOR® for 506 consideration on a substantially exclusive basis shall annually file with the association on 507 a form approved by the association a list of the licensees affiliated with that entity and 508 shall certify that all of the licensees affiliated with the entity are solely engaged in referring clients and customers and are not engaged in listing, selling, leasing, managing, 509 counseling or appraising real property. The individuals disclosed on such form shall not 510 be deemed to be licensed with the REALTOR® filing the form for purposes of this 511 512 Section and shall not be included in calculating the annual dues of the Designated REALTOR®. 513 514 515 Membership dues shall be prorated for any licensee included on a certification form 516 submitted to the association who during the same calendar year applies for REALTOR® 517 membership in the association. However, membership dues shall not be prorated if the 518 licensee held REALTOR® membership during the preceding calendar year. 519 (B) REALTOR® Members. The annual dues of REALTOR® Members other than the Designated 520 REALTOR® shall be in such amount as established annually by the Board of Directors. 521 (C) Institute Affiliate Members. The annual dues of each Institute Affiliate Member shall be 522 established in Article II of the Bylaws of the NATIONAL ASSOCIATION OF 523 REALTORS®. 524 NOTE: The Institutes, Societies and Councils of the NATIONAL ASSOCIATION OF 525 REALTORS® shall be responsible for collecting and remitting dues to the National Association for Institute Affiliate Members (\$75.00). The National Association shall credit \$25.00 to the 526 account of a local association for each Institute Affiliate Member whose office address is within 527 the assigned territorial jurisdiction of that Association, provided, however, if the office location is 528 529 also within the territorial jurisdiction of a Commercial Overlay Board (COB), the \$25.00 amount will be credited to the COB, unless the Institute Affiliate Member directs that the dues be 530 531 distributed to the other Board. The National Association shall also credit \$25.00 to the account of 532 state associations for each Institute Affiliate Member whose office address is located within the 533 territorial jurisdiction of the state association. Local and state associations may not establish any 534 additional entrance, initiation fees or dues for Institute Affiliate Members but may provide service packages to which Institute Affiliate Members may voluntarily subscribe. 535 536 (D) Affiliate Members. The annual dues of each Affiliate Member shall be in such amount as 537 established annually by the Board of Directors. 538 (E) Public Service Members. The annual dues of each Public Service Member shall be in such 539 amount as established annually by the Board of Directors. (F) Honorary Members. Dues payable, if any, shall be in such amount as established annually by 540 the Board of Directors. 541 542 (G) Student Members. Dues payable, if any, shall be in such amount as established annually by the 543 Board of Directors. 544 Section 3. Annual Dues Payable 545 546 The annual dues will be billed on an annual basis as determined by the Board of Directors. If dues are not 547 paid on or before any deadline set by the Board of Directors, membership shall be automatically terminated 548 and all Board services shall cease. A terminated member may apply for reinstatement in a manner 549 prescribed for new applicants by payment of the application fee and unpaid dues.

In the event a sales licensee or a licensed or certified appraiser is dropped for nonpayment of annual Board dues, and the individual remains licensed with the Designated REALTOR®'s firm, the dues obligation of the Designated REALTOR® (as set forth in Article C, Section 2a) will be increased to reflect the addition of a non-member licensee. If the Designated REALTOR® does not pay the increased dues by close of business on the last business day in August or inactivate the terminated licensee by that time, membership of the Designated REALTOR® will automatically terminate. The Designated REALTOR® may apply for reinstatement by paying all of his/her outstanding personal dues and by paying the application fee.

Because of the current online payment processing and NAR e-commerce procedures with respect to dues payments, no refunds of dues will be granted, except in cases of extreme hardship. Such refunds will be determined by the Executive Committee and requests for refund of annual dues must be received in writing and shall be subject to a \$100 cancelation fee.

(A) New Member Dues: Dues for new members shall be computed from the first day of the month in which a Member is notified of election and shall be prorated for the remainder of the year.

Section 4. Nonpayment of Financial Obligations. If prorated dues (other than annual dues, above), fees, fines, or other assessments including amounts owed to the Board or the Board's Multiple Listing Service are not paid within one month after the due date, the nonpaying Member is subject to suspension at the discretion of the Board of Directors. Two months after the due date, membership of the nonpaying Member may be terminated at the discretion of the Board of Directors. Three months after the due date, membership of the nonpaying Member shall automatically terminate unless within that time the amount due is paid. However, no action shall be taken to suspend or expel a Member for nonpayment of disputed amounts until the accuracy of the amount owed has been confirmed by the Board of Directors. These confirmations shall occur at the meetings immediately prior to the suspension or termination. A former Member who has had his/her membership terminated for nonpayment of dues, fees, fines, or other assessments duly levied in accordance with the provisions of these Bylaws or the provisions of other Rules and Regulations of the Board or any of its services, departments, divisions or subsidiaries, may apply for reinstatement in a manner prescribed for new applicants for membership after making payment in full of all accounts due as of the date of termination.

- Section 5. Deposit. All monies received by the Board for any purpose shall be deposited to the credit of the Board in a financial institution or institutions selected by resolution of the Board of Directors.
- Section 6. Expenditures. The Board of Directors shall monitor the finances of the Board on a regular and ongoing basis. Capital expenditures in excess of \$25,000 may not be made unless authorized by the Board of Directors.
- Section 7. Notice of Dues, Fees, Fines, Assessments, and Other Financial Obligations of Members. All dues, fees, fines, assessments, or other financial obligations to the Board shall be noticed to the delinquent Board Member in writing setting forth the amount owed and due date.
- Section 8. The dues of REALTOR® Members who are REALTOR® Emeriti (as recognized by the National Association), Past Presidents of the National Association or recipients of the NAR Distinguished Service Award shall be waived.
- Section 9. Members agree and authorize the Board to communicate with them by fax, telephone or email on all business of the Board, unless otherwise required by the Code of Ethics and Arbitration Manual.

# ARTICLE XI - OFFICERS & DIRECTORS

Section 1. The government of the Board shall be vested in the Board of Directors.

595 Section 2. The Board of Directors shall consist of sixteen REALTOR® members as defined in Articles IV 596 and V. The sixteen Directors shall be: 597 (A) Eleven REALTOR® Members as defined in Articles IV and V who are elected by the REALTOR® members of the Board. 598 599 (1) The process whereby votes shall be cast by the REALTOR® Members of the board to elect these eleven Directors shall be prescribed by a resolution of the Board of Directors. 600 This resolution requires a minimum of twelve votes to pass. 601 (2) Directors so elected shall serve a term of four years. 602 (B) Three active REALTOR® Members of the Board from the three real estate brokerage firms 603 604 with the greatest number of REALTOR® members in the Board shall be appointed in the 605 following manner: (1) On June 30th of each year, the Chief Executive Officer shall count the total number of 606 REALTOR® members of the Board in the offices and branch offices affiliated with a 607 608 Principal Broker. To be included in the counting, a Branch Office must have a 609 Designated REALTOR® member of the Board as defined in Article IV Section 1 Subsection (A) (4). 610 611 (2) The Chief Executive Officer shall present his/her findings to the Board of Directors at their next regularly scheduled meeting. 612 (3) The Board of Directors shall appoint as a Director the Principal or Branch Broker of 613 the three firms with the greatest number of REALTOR® members of the Board. The 614 Principal or Branch Broker shall serve as a Director for a term of one year. The one year 615 616 term may be renewed each year and shall not have a term limit. The Principal or Branch Broker thus appointed must be a REALTOR® member of the Board. The intent of this 617 618 section is to encourage the Principal or Branch Broker for the three largest firms to serve. 619 In the event the Principal or Branch Broker is unwilling or unable to serve as a Director for a term of one year, the Principal or Branch Broker may designate a REALTOR® 620 Member of the Board (a "Broker Designee") as defined in Articles IV and V and who is 621 622 affiliated with the Principal Broker to serve as a Director for a term of one year. Such one 623 year term may be renewed at the discretion of the Principal Broker for up to a maximum 624 of 4 consecutive terms (i.e., 4 years). The Broker Designee must meet the same eligibility and qualification requirements of all 625 other Directors who run for the Board. Accordingly, any Broker Designee shall be 626 627 interviewed by the Nominating Committee at least once at the beginning of their first 628 term. If the Broker Designee is reappointed for consecutive terms, no further Nominating 629 Committee interviews will be required. 630 In the event the Broker Designee is not deemed eligible or qualified as determined by the Nominating Committee, the Principal Broker shall recommend another Designee to be 631 interviewed by the Nominating Committee. This process shall continue until an eligible 632 and qualified individual is selected. In the event the Principal Broker is unable, or 633 unwilling to serve, or elects not to appoint a Broker Designee, or is unable to provide an 634 635 eligible and qualified Designee, the next largest brokerage (i.e., by agent count) may fill this position as described above. 636

- (C) The Immediate Past President who shall serve a term of one year.
- (D) One REALTOR® member of the Board as defined in Articles IV and V whose principal place of business is in the south Davis County area or is an active member of the Davis County Agents Association.
  - (1) The Davis County Agents Association shall nominate two candidates for director at one of its weekly meetings prior to the general board election. The director from the Davis County Agents Association shall be elected from the two candidates by members of the Board pursuant to a resolution of the Board of Directors.
  - (2) The Director elected from the Davis County Agents Association shall serve a term of four years.

Section 3. No REALTOR® Member elected as a Director may serve more than two consecutive terms on the Board of Directors. There shall be no more than three Directors from the same firm (Brokerage) on the Board of Directors at any time

Section 4. Eligibility. In order to be eligible to be elected and/or appointed to the Board of Directors, a REALTOR® shall have been a REALTOR® for a minimum of five years and a member of the Board in good standing for a minimum of three years, and have served and actively participated on a committee of the Salt Lake Board of REALTORS®, the Utah Association of REALTORS®, the National Association of REALTORS® or Utah RealEstate.com for at least two years.

#### Section 5. Nominations

- (A) The Board of Directors shall select the Nominating Committee which shall include (a) the immediate past President of the Board who will serve as Chair of the Committee, (b) three members of the Board of Directors, (c) two members from the list of Committee Chairs/Vice Chairs, and (d) two members at large. The duty of the Nominating Committee will be to interview and select REALTOR® Members in good standing pursuant to Section 2 and Section 3 of this Article, for each of the offices of Director expiring at the end of the present year or in which a vacancy exists due to temporary appointment under Article XI, Section 5, Subsection (F) of these Bylaws and nominate them at a regular meeting of the Board membership. At that meeting additional nominations may be made. The Nominating Committee will reconvene following the annual business meeting and interview all candidates nominated from the floor to determine their eligibility and qualifications. Within 30 days after the meeting, the names of all nominees who are found qualified by the Nominating Committee shall be printed on the official ballot and the ballot shall be delivered to all REALTOR® Members in good standing entitled to vote. The process whereby votes shall be cast shall be prescribed by a resolution of the Board of Directors. This resolution requires a minimum of twelve votes to pass.
- (B) All nominations deemed qualified are to appear on the ballot in alphabetical order and a ballot shall be delivered to all REALTOR® Members in good standing. A blank space for write-in voting shall be provided on the ballot in case the member desires to vote for an eligible candidate whose name does not appear on the ballot.
- (C) A committee of not less than three nor more than five, which has previously been appointed by the President and approved by the Board of Directors, shall meet and count the ballots and shall certify the results to the President and the Chief Executive Officer of the Board. The candidates for the expiring terms receiving the highest number of votes cast will be declared elected. If any vacancy or vacancies exist due to temporary appointment under Subsection (F) of these Bylaws, the person or persons receiving the next highest number of votes shall be declared elected for the unexpired term or terms then remaining for such office or offices. At any time within seven days following certification of the ballots, one-fourth of the REALTOR® Members may, by petition, require a review of the election results by the Board of Directors.

(D) The process for determining the outcome in the event of a tie shall be decided by a resolution 689 690 of the Board of Directors. This resolution requires a minimum of twelve votes to pass. 691 (E) The President or the Chief Executive Officer will immediately announce the results of the election to the Board membership. 692 693 (F) Vacancies by resignation or otherwise in the Board of Directors shall be filled by a vote of the Board of Directors. Directors so elected shall serve through the end of the year in which they are 694 appointed or until a new replacement Director is selected by the general membership. At the next 695 general election, the membership shall elect a replacement Director or Directors for a four year 696 697 term 698 Section 6. Resignation of Directors 699 (A) A Director may resign at any time giving written notice of resignation to the Board. (B) A resignation of a Director is effective when the notice is received by the Board unless the 700 notice specifies a later effective date. 701 702 (C) The failure to attend a specified number of Board meetings or failure to meet other specified obligations of Directors shall be effective as a resignation when confirmed by an affirmative 703 704 vote of a majority of the Board of Directors then in office. 705 706 Section 7. Removal of Officers and Directors. In the event that an Officer or Director is deemed 707 to be incapable of fulfilling the duties for which elected, but will not resign from office 708 voluntarily, the Officer or Director may be removed from office under the following procedure: 709 (A) A petition requiring the removal of an Officer or Director and signed by not less than onethird of the voting membership or a majority of all Directors shall be filed with the President, 710 711 or if the President is the subject of the petition, with the next-ranking officer, and shall 712 specifically set forth the reasons the individual is deemed to be disqualified from further 713 service. 714 (B) Upon receipt of the petition, and not less than twenty days nor more than forty-five days thereafter, a special meeting of the Board of Directors of the Board shall be held, and the sole 715 716 business of the meeting shall be to consider the charge against the Officer or Director, and to 717 render a decision on such petition. (C) The special meeting shall be noticed to all Board of Directors at least ten days prior to the 718 meeting, and shall be conducted by the President of the Board unless the President's 719 continued service in office is being considered at the meeting. In such case, the next-ranking 720 officer will conduct the meeting of the hearing by the Directors. Provided a quorum is present, 721 a three-fourths vote of Directors present and voting shall be required for removal from office. 722 723 Section 8. Election of Officers 724 (A) The elected officers of the Salt Lake Board of REALTORS® shall be a President, a President-725 Elect, who must be in the second or third year of his/her term as a Director, and who shall serve as First Vice President, a Second Vice President and a Treasurer for the ensuing year. All elected 726 officers must have served at least one year as a Director in their current term before they are 727

eligible to serve in an elected office, unless they are serving in a successive term In the absence

of unforeseen events, the President-Elect shall succeed to the Presidency the following year,

subject to ratification by the Board of Directors.

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- 731 (B) Immediately following the election of the Board of Directors, the Chief Executive Officer 732 shall accept applications from elected Directors who wish to be considered for an elected office. 733 An applicant may apply or be nominated for one office only. As soon as reasonably possible but 734 prior to the next regularly scheduled Board of Directors meeting, a special meeting of the Board of 735 Directors shall be held to present the applicants for elected office and to accept further 736 nominations. Following the special meeting, and at the next regularly scheduled meeting of the 737 Board of Directors, Officers shall be elected in a manner prescribed by a resolution of the Board of Directors. This resolution requires a minimum of twelve votes to pass. 738 739 (C) At a time and place determined by the Board of Directors, the new Officers and Directors 740 shall take the Oath of Office and assume their positions for the ensuing year, or until their 741 successors are duly qualified. 742 Section 9. The duties of the officers shall be such as their titles, by general usage, would indicate and 743 such as may be assigned to them respectively by the Board of Directors from time to time, and such as 744 that are required by law. Section 10. The Board of Directors may employ an Executive Officer to be known as the Chief 745 746 747 748
  - Executive Officer, whose duties and responsibilities shall include those normally considered that of a Chief Executive Officer unless otherwise designated by the Board of Directors. The salaried personnel necessary to properly conduct the activities of the Board shall be under the direction of the Chief Executive Officer unless otherwise specifically designated by the Board of Directors.
  - Section 11. The elected Officers, along with the Chief Executive Officer, as a non-voting member, shall constitute the Executive Committee of the Board of Directors. This committee shall be empowered to take actions and transact business of an emergency nature between meetings of the Board of Directors and shall report such actions and transactions in full to the Board of Directors at its next scheduled meeting.
  - Section 12. Salaried office personnel shall be bonded in such amounts as the Board of Directors shall deem necessary, with the cost to be paid by the Board. All Officers, Directors and ex-officio Officers and Directors shall be defended and indemnified by the Board against all liabilities for actions taken in the reasonable exercise of their official duties and capacities. Said indemnification shall also include payment of all attorney's fees and court costs incurred as a result of any lawsuit or claim brought against them. This indemnification is intended to apply to negligent acts or omissions and all other conduct not constituting fraud, theft or a willful violation of criminal law.
  - Section 13. UAR DIRECTORS There shall be one REALTOR® member of the Board qualified to serve as a member of the Board of Directors of the Utah Association of REALTORS® for each 1,000 members of the Board or fraction thereof. Directors will be appointed by the Board of Directors as prescribed by the UAR Bylaws and each will serve a one year term. The President of the Board shall serve during his/her term of office and the Chief Executive Officer of the Board shall be a non-voting member.
  - (A) The UAR Board of Directors meets at regularly scheduled intervals or at the call of the President of the Utah Association of REALTORS®. Directors will automatically forfeit their directorship if absent from two meetings in the calendar year without prior notification.
  - Section 14. NAR DIRECTORS.

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772 The number of National Directors representing the Board at the NATIONAL ASSOCIATION OF REALTORS® meetings shall be based on the criteria established by the NATIONAL ASSOCIATION 773 OF REALTORS®. In order to qualify for selection as a National Director, Board members must have 774 775 served on the Board of Directors during the past ten years from the time of selection.

776 (A) If the Board is entitled to one NAR Director, the current President will serve a one year term. (B) If the Board is entitled to two NAR Directors, the current President and Past President will serve a 777 one year term. 778 779 (C) If the Board is entitled to three NAR Directors, the current President, Past President and President-Elect (first Vice President) will serve a one year term. 780 781 (D) If the Board is entitled to four NAR Directors, the current President, Past President, President, Elect (first Vice President) and past-past President will serve a one year term. 782 (E) If the Board is entitled to additional NAR Directors, the member will be appointed by a resolution 783 of the Directors of the Salt Lake Board of REALTORS®. 784 ARTICLE XII MEETINGS 785 786 Section 1. Annual Meetings. The annual membership meeting of the Board shall be held during July of each year, the date, place, and hour to be designated by the Board of Directors. 787 788 Section 2. Meetings of Directors. The Board of Directors shall designate a regular time and place of 789 meetings. Absence from three regular meetings during the fiscal year of the Board without an excuse 790 deemed valid by the Board of Directors shall be construed as resignation. Section 3. Other Meetings. Meetings of the Members may be held at other times as the President or the 791 792 Board of Directors may determine, or upon the written request of at least 5% of the Members eligible 793 to vote. 794 Section 4. Notice of Meetings. Notice shall be given to every Member entitled to participate in the 795 meeting at least one week preceding all meetings. If a special meeting is called, it shall be accompanied by a statement of the purpose of the meeting. 796 797 Section 5. Quorum. A quorum for the transaction of business at any meeting other than a meeting of the Executive Committee shall consist of the Members eligible to vote who are in attendance at the 798 799 meeting. 800 Section 6. Board of Directors Quorum. A quorum for the transaction of business at a meeting of the 801 Board of Directors shall be nine. 802 Section 7. Executive Committee. A quorum for the transaction of business at a meeting of the Executive Committee shall be three voting members of the Executive Committee. All decisions of the 803 Executive Committee require a minimum of three votes. 804 ARTICLE XIII - COMMITTEES 805 806 Section 1. Standing Committees. The following standing committees shall be appointed, function and fill the responsibilities provided for in these Bylaws. 807 808 (A) Grievance Committee 809 (B) Professional Standards Committee (C) Governmental Affairs Committee 810 811 (D) Education Committee

812 813	Section 2. Special Committees. The President shall appoint, subject to the confirmation of the Board of Directors, such other special committees as may be deemed necessary.
814	Section 3. Organization. All committees shall be of such size and shall have duties, functions, and
815	powers as assigned by the President or the Board of Directors except as otherwise provided in these
816	bylaws.
817	Section 4. Quorum. Except as provided elsewhere in these Bylaws or the Code of Ethics,
818	Professional Standards and Arbitration Manual, at meetings, whether regular or special, a majority of a
819	committee shall constitute a quorum except that when a committee consists of more than nine
820	members, five shall constitute a quorum.
821	Section 5. Meetings. Committees shall meet upon the call of the President or upon the call of the Chair
822	of the Committee, or at the request of any three members of any Committee. Committee members shall
823	be given notice of all meetings not less than five days prior to the date set for such meetings.
824	Section 6. Absences. Absences from three regular meetings during the fiscal year of the Board, by any
825	Committee member, without an excuse deemed valid and so recorded by the Chair of that Committee
826	shall be considered a resignation and the vacancy shall be filled as herein provided for original
827	appointees.
828	Section 7. Grievance Committee
829	(A) The Grievance Committee shall consist of at least twelve REALTOR® members in good
830	standing. Six members shall be appointed each year for a two year term.
831	(B) The Grievance Committee's function is to make only such preliminary evaluation of
832	complaints or arbitration requests against members as would be required to determine whether the
833	complaint warrants further consideration by a hearing panel of the Professional Standards
834	Committee.
835	Section 8. Professional Standards Committee. The Professional Standards Committee shall consist of
836	at least eighteen REALTOR® members in good standing. Six members will be appointed each year to
837	a three year term. Members of the Professional Standards Committee shall be selected to serve on
838	hearing panels as required, to arbitrate disputes and to serve as a hearing panel when required on
839	matters of alleged unethical conduct.
840	Section 9 Governmental Affairs Committee. It shall be the duty of this committee to study and make
841	recommendations on all matters concerning the real estate industry that are before all legislative and
842	governmental bodies and perform such other duties pertaining to Governmental Affairs as may be
843	referred to it by the Board of Directors.
844	Section 10. Education Committee. It shall be the duty of this committee to develop, coordinate and
845	implement educational courses and training programs and to maintain research and educational
846	material for the members' benefit.
847	Section 11. Special Committees. The duties of any special committees shall be as established and
848	directed by the Board of Directors.
849	ARTICLE XIV - FISCAL AND ELECTIVE YEAR

# ARTICLE XIV - FISCAL AND ELECTIVE YEAR

The fiscal and elective year of the Board shall be January 1 to December 31. 850

# ARTICLE XV – ROBERT'S RULES OF ORDER

- 852 Robert's Rules of Order, latest edition, shall be recognized as the authority governing the meetings of the Board, its
- 853 Board of Directors, and committees, in all instances wherein its provisions do not conflict with these Bylaws.

### ARTICLE XVI - AMENDMENTS

- Section 1. These Bylaws may be amended in the following manner: A meeting must be called at which the
- proposed amendments will be discussed and voted upon. The proposed amendments must be plainly stated
- in the call for the meeting. Written notice of meetings at which such amendments are to be considered
- must be delivered to every REALTOR® Member not more than thirty days nor less than ten days prior to
- the date set for the hearing.

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- 860 Section 2. Amendments to these Bylaws made necessary by mandate of federal, state or local laws,
- 861 ordinances, judgements and orders of courts of competent jurisdiction, or at the direction of the
- 862 NATIONAL ASSOCIATION OF REALTORS®, may be made upon the recommendation of the Executive
- 863 Committee and Board Counsel and with the approval of the Board of Directors without being submitted to
- the membership for vote as detailed in Section 1 above. Written notification of all amendments made to
- these Bylaws under this section must be given to all Board members within thirty days of such amendment.
- This written notice may be given by letter, in the Board magazine, by email, or any combination of these.
- 867 Section 3. Amendments to these Bylaws affecting the admission or qualification of REALTOR®, Institute
- Affiliate Members, the use of the terms REALTOR®, REALTORS®, or any alteration in the territorial
- gurisdiction of the Board shall become effective upon their approval as authorized by the Board of Directors
- of the National Association of REALTORS®.

### ARTICLE XVII - DISSOLUTION

- 872 Upon the dissolution or winding up of affairs of this Board, the Board of Directors, after providing for the payment
- of all obligations, shall distribute any remaining assets to the Utah Association of REALTORS® or, within its
- discretion, to any other non-profit tax exempt organization.

### ARTICLE XVIII - MULTIPLE LISTING SERVICE

- Section l. Authority. The Board shall, for the use of its Members ensure that a Multiple Listing Service is
- available for their participation.
- 878 Section 2. Purpose. A Multiple Listing Service is a means by which authorized Participants make blanket
- unilateral offers of compensation to other Participants (acting as subagents, buyer agents, or in other agency
- or nonagency capacities defined by law); by which cooperation among participants is enhanced; by which
- information is accumulated and disseminated to enable authorized Participants to prepare appraisals,
- analyses, and other valuations of real property for bona fide clients and customers; by which Participants
- engaging in real estate appraisal contribute to common databases; and is a facility for the orderly
- correlation and dissemination of listing information so participants may better serve their clients and the
- public. Entitlement to compensation is determined by the cooperating broker's performance as a procuring
- cause of the sale (or lease).
- 887 Section 3. Governing Documents. The Board of Directors shall make best efforts to ensure that any
- 888 Multiple Listing Service made available to its members pursuant to this Article will conform to its
- 889 corporate charter, constitution, bylaws, rules, regulations, and policies, practices, and procedures at all
- times to the Constitution, Bylaws, Rules, Regulations, and Policies of the NATIONAL ASSOCIATION OF
- 891 REALTORS®.
- Section 4. Participation. Any REALTOR® member of this or any other association who is a principal,
- partner, corporate officer, or branch manager acting on behalf of the principal, without further qualification,
- shall be eligible to participate in a Multiple Listing upon agreeing in writing to conform to the Rules and

Regulations thereof and to pay the costs incidental thereto. However, under no circumstances is any individual or firm, regardless of membership status, entitled to Multiple Listing Service membership or participation unless he/she holds a current, valid real estate broker's license and offer or accept compensation to and from other Participants or is licensed or certified by an appropriate state regulatory agency to engage in the appraisal of real property. Use of information developed by or published by a Board Multiple Listing Service is strictly limited to the activities authorized under a Participant's licensure(s) or certification and unauthorized uses are prohibited. Further, none of the foregoing is intended to convey participation or membership or any right of access to information developed by or published by a Board Multiple Listing Service where access to such information is prohibited by law.

Mere possession of a broker's license is not sufficient to qualify for MLS participation. Rather, the requirement that an individual or firm offers or accepts cooperation and compensation means that the participant actively endeavors during the operation of its real estate business to list real property of the type listed on the MLS and/or to accept offers of cooperation and compensation made by listing brokers or agents in the MLS. "Actively" means on a continual and ongoing basis during the operation of the participant's real estate business. The "actively" requirement is not intended to preclude MLS participation by a participant or potential participant that operates a real estate business on a part-time, seasonal, or similarly time-limited basis or that has its business interrupted by periods of relative inactivity occasioned by market conditions. Similarly, the requirement is not intended to deny MLS participation to a participant or potential participant who has not achieved a minimum number of transactions despite good faith efforts. Nor is it intended to permit an MLS to deny participation based on the level of service provided by the participant or potential participant as long as the level of service satisfies state law.

The key is that the participant or potential participant actively endeavors to make or accept offers of cooperation and compensation with respect to properties of the type that are listed on the MLS in which participation is sought. This requirement does not permit an MLS to deny participation to a participant or potential participant that operates a "Virtual Office Website" (VOW) (including a VOW that the participant uses to refer customers to other participants) if the participant or potential participant actively endeavors to make or accept offers of cooperation and compensation. An MLS may evaluate whether a participant or potential participant actively endeavors during the operation of its real estate business to offer or accept cooperation and compensation only if the MLS has a reasonable basis to believe that the participant or potential participant is in fact not doing so. The membership requirement shall be applied in a nondiscriminatory manner to all participants and potential participants.

Section 5. Access to Comparable and Statistical Information. Board Members who are actively engaged in real estate brokerage, management, mortgage financing, appraising, land development, or building, but who do not participate in the MLS, are nonetheless entitled to receive, by purchase or lease, all information, other than current listing information, that is generated wholly or in part by the MLS including "comparable" information, "sold" information, and statistical reports. This information is provided for the exclusive use of Board Members and individuals affiliated with Board Members who are also engaged in the real estate business and may not be transmitted, retransmitted, or provided in any manner to any unauthorized individual, office, or firm except as otherwise specified in the MLS Rules and Regulations. Board members who receive such information, either as a Board service or through the Board's MLS, are subject to the applicable provisions of the MLS Rules and Regulations whether they participate in the MLS or not.

Section 6. Subscribers. Subscribers (or users) of the MLS may include non-principal brokers, sales associates, and licensed and certified appraisers affiliated with Participants. Subscribers also include affiliated unlicensed administrative and clerical staff, personal assistants, and individuals seeking licensure or certification as real estate appraisers who are under the direct supervision of an MLS Participant or the Participant's licensed designee.

### Statements of Policy

1. Statements of NAR Membership Policy Related to Implementation of Board of Choice

- A. The primary board of affiliation elected by a REALTOR® must be in the state where the REALTOR® is licensed and maintains his/her principal place of business. Licensees affiliated with a REALTOR® firm may choose as their "primary" board any board in the state where the firm maintains a "Designated" REALTOR®.
- 948 B. Membership shall be available in a secondary board on terms and conditions no more stringent than the 949 requirements established in the board's Bylaws for REALTOR® membership. The privileges of 950 membership shall be the same including the right to vote and hold office. Membership will be granted to individuals who hold REALTOR® or REALTOR®-ASSOCIATE membership in their primary board 951 without any requirement that the Designated REALTOR® they are licensed or affiliated with hold 952 membership in the secondary board. However, MLS services will only be available if the Designated 953 954 REALTOR® participates in the MLS. Board dues shall not include a national allocation since NAR dues have been paid through the member's primary board. A state allocation may only be included if the 955 956 member's primary board is located in a different state.
- 957 C. REALTORS® shall be entitled to purchase services from the board without the necessity of holding 958 membership in the board. Service fees will be determined by the Board of Directors. However, the Board 959 may require that a REALTOR® (principal) be licensed in the state as a condition of MLS participation.
- Concerning Board of Choice Across State Lines. Members may join a primary board across contiguous state
   lines. State association membership would be in the state where primary board membership is held.
- 963 3. Portability of Membership Records (Files). In order to facilitate timely processing of applications for membership and to assist in determining an applicant's qualification for REALTOR® membership, the Board shall, based on a request from another association, share information about current or former members.

  966 Minimum "core" member information shall include:
- A. Previous applications for membership.
- B. All final findings of Code of Ethics violations and violations of other membership duties within the past three years (when available).
- 970 C. Pending complaints alleging violations of the Code of Ethics or alleging violations of other membership 971 duties.
- D. Incomplete or (pending) disciplinary measures.
- 973 E. Pending arbitration requests (or hearings).

- F. Unpaid arbitration awards or unpaid financial obligations to the Board or its MLS. The Board may, at its discretion, consider information received from other associations when determining whether an applicant satisfies the Board's membership requirements as established in the Board's Bylaws (not to exceed NAR's Membership Qualification Criteria).
- Clarification of the Term "Principal": The term "principal" as used in the NAR Constitution and Bylaws and in other relevant policies, includes licensed or certified individuals who are sole proprietors, partners in a partnership, officers or majority shareholders of a corporation, or office managers (including branch managers) acting on behalf of principals of a real estate firm.
- 5. Secondary Membership in a Board/Association: When a member has joined a primary association and paid local, state, and national dues, secondary membership may be held in a local association in another state (provided the applicant meets all of the qualifications for membership) without holding membership in that state association, or alternatively, secondary membership may be held directly in the state association without holding membership in a local association in that state.

6. Membership Requirements Related to Multiple Office Locations

 A. When considering an applicant for REALTOR® membership who is a principal in a real estate firm, associations have an obligation to determine that all of the principals of the real state firm who are actively engaged in the real estate business in the state are either applying for or already hold REALTOR® membership (or Institute Affiliate membership, if applicable) in a board or association.

B. If an association (local, state or national) is notified by another association that a REALTOR® member has an office location elsewhere in the state that is not functioning as a "REALTOR®-office" (i.e., licensees affiliated with the office are not members or are not accounted for under the DR dues formula) the association where the REALTOR® holds primary membership shall be responsible, in cooperation with the state and national associations, for ensuring compliance with applicable membership policies (i.e., that said licensees hold membership in the REALTOR®'s primary association - or some other association in the state where the firm maintains a designated REALTOR® presence - or that dues have been paid to an association based on non-member licensees affiliated with the office.

