



**VIRTUAL/TELECONFERENCE
AUCTIONEER BOARD
Virtual, 4822 Madison Yards Way, Madison
Contact: Adam Barr (608) 266-2112
July 13, 2021**

The following agenda describes the issues that the Board plans to consider at the meeting. At the time of the meeting, items may be removed from the agenda. Please consult the meeting minutes for a description of the actions of the Board.

AGENDA

9:30 A.M.

OPEN SESSION – CALL TO ORDER – ROLL CALL

- A. Adoption of Agenda (1-3)**
- B. Approval of Minutes of April 6, 2021 (4)**
- C. Reminders: Conflicts of Interest, Scheduling Concerns
- D. Administrative Matters – Discussion and Consideration**
 - 1) Department, Staff, and Board Updates
 - 2) Board Members – Term Expiration Date
- E. Review and Consider Draft Auction Contract and Agreement – Discussion and Consideration (5-9)**
- F. Regulation of Online Auctions – Discussion and Consideration**
- G. Credentialing Matters – Discussion and Consideration**
 - 1) Reciprocal Agreement Request – State of Mississippi **(10-38)**
- H. COVID-19 – Discussion and Consideration**
- I. Discussion and Consideration of Items Added After Preparation of Agenda
 - 1) Introductions, Announcements and Recognition
 - 2) Nominations, Elections, and Appointments
 - 3) Administrative Matters
 - 4) Election of Officers
 - 5) Appointment of Liaisons and Alternates
 - 6) Delegation of Authorities
 - 7) Education and Examination Matters
 - 8) Credentialing Matters
 - 9) Practice Matters

- 10) Legislative and Policy Matters
- 11) Administrative Rule Matters
- 12) Liaison Reports
- 13) Board Liaison Training and Appointment of Mentors
- 14) Division of Legal Services and Compliance (DLSC) Matters
- 15) Presentations of Petitions for Summary Suspension
- 16) Petitions for Designation of Hearing Examiner
- 17) Presentation of Stipulations, Final Decisions and Orders
- 18) Presentation of Proposed Final Decisions and Orders
- 19) Presentation of Interim Orders
- 20) Petitions for Re-Hearing
- 21) Petitions for Assessments
- 22) Petitions to Vacate Orders
- 23) Requests for Disciplinary Proceeding Presentations
- 24) Motions
- 25) Petitions
- 26) Appearances from Requests Received or Renewed
- 27) Speaking Engagements, Travel, or Public Relation Requests, and Reports

J. Public Comments

CONVENE TO CLOSED SESSION to deliberate on cases following hearing (s. 19.85(1)(a), Stats.); to consider licensure or certification of individuals (s. 19.85(1)(b), Stats.); to consider closing disciplinary investigations with administrative warnings (ss. 19.85(1)(b), and 440.205, Stats.); to consider individual histories or disciplinary data (s. 19.85(1)(f), Stats.); and to confer with legal counsel (s. 19.85(1)(g), Stats.).

K. Deliberation on Division of Legal Services and Compliance Matters

- 1) **Case Closings**
 - a. 20 AUC 005 – D.A., A.C.U. **(39-44)**

L. Deliberation of Items Added After Preparation of the Agenda

- 1) Education and Examination Matters
- 2) Credentialing Matters
- 3) Monitoring Matters
- 4) Professional Assistance Procedure (PAP) Matters
- 5) Petitions for Summary Suspensions
- 6) Petitions for Designation of Hearing Examiner
- 7) Proposed Stipulations, Final Decisions and Orders
- 8) Proposed Interim Orders
- 9) Administrative Warnings
- 10) Review of Administrative Warnings
- 11) Proposed Final Decisions and Orders
- 12) Matters Relating to Costs/Orders Fixing Costs
- 13) Case Closings
- 14) Board Liaison Training
- 15) Petitions for Assessments and Evaluations
- 16) Petitions to Vacate Orders
- 17) Remedial Education Cases
- 18) Motions
- 19) Petitions for Re-Hearing
- 20) Appearances from Requests Received or Renewed

M. Consulting with Legal Counsel

RECONVENE TO OPEN SESSION IMMEDIATELY FOLLOWING CLOSED SESSION

N. Vote on Items Considered or Deliberated Upon in Closed Session if Voting is Appropriate

O. Open Session Items Noticed Above Not Completed in the Initial Open Session

ADJOURNMENT

NEXT MEETING: OCTOBER 26, 2021

MEETINGS AND HEARINGS ARE OPEN TO THE PUBLIC, AND MAY BE CANCELLED WITHOUT NOTICE.

Times listed for meeting items are approximate and depend on the length of discussion and voting. All meetings are held at 4822 Madison Yards Way, Madison, Wisconsin, unless otherwise noted. In order to confirm a meeting or to request a complete copy of the board's agenda, please call the listed contact person. The board may also consider materials or items filed after the transmission of this notice. Times listed for the commencement of disciplinary hearings may be changed by the examiner for the convenience of the parties. Requests for interpreter services for the deaf or hard of hearing, or other accommodations, are considered upon request by contacting the Affirmative Action Officer, 608-266-2112, or the Meeting Staff at 608-266-5439.

**VIRTUAL/TELECONFERENCE
AUCTIONEER BOARD
MEETING MINUTES
APRIL 6, 2021**

PRESENT: Heather Berlinski, Stanley Jones, Randy Stockwell, Jerry Thiel, Deana Zentner

EXCUSED: Bryce Hansen

STAFF: Adam Barr, Executive Director; Robert Rondini, Legal Counsel; Kimberly Wood, Program Assistant Supervisor-Adv.; and other DSPS Staff

CALL TO ORDER

Jerry Thiel, Chairperson, called the meeting to order at 9:33 a.m. A quorum of five (5) members was confirmed.

ADOPTION OF AGENDA

MOTION: Stanley Jones moved, seconded by Randy Stockwell, to adopt the Agenda as published. Motion carried unanimously.

APPROVAL OF MINUTES OF JANUARY 12, 2021

MOTION: Randy Stockwell moved, seconded by Deana Zentner, to approve the Minutes of January 12, 2021 as published. Motion carried unanimously.

ADMINISTRATIVE MATTERS

Department, Staff, and Board Updates

MOTION: Heather Berlinski moved, seconded by Randy Stockwell, to recognize and thank Ronald Polacek for his years of service to the Auctioneer Board and the State of Wisconsin. Motion carried unanimously.

ADJOURNMENT

MOTION: Randy Stockwell moved, seconded by Stanley Jones, to adjourn the meeting. Motion carried unanimously.

The meeting adjourned at 10:01 a.m.

**State of Wisconsin
Department of Safety & Professional Services**

AGENDA REQUEST FORM

1) Name and title of person submitting the request: Bob Rondini, Attorney		2) Date when request submitted: July 1, 2021 <small>Items will be considered late if submitted after 12:00 p.m. on the deadline date which is 8 business days before the meeting</small>	
3) Name of Board, Committee, Council, Sections: Auctioneer Board			
4) Meeting Date: July 13, 2021	5) Attachments: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	6) How should the item be titled on the agenda page? Review and Consider Draft Auction Contract and Agreement	
7) Place Item in: <input checked="" type="checkbox"/> Open Session <input type="checkbox"/> Closed Session	8) Is an appearance before the Board being scheduled? <i>(If yes, please complete Appearance Request for Non-DSPS Staff)</i> <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	9) Name of Case Advisor(s), if required:	
10) Describe the issue and action that should be addressed:			
11) Authorization			
<i>Robert Rondini</i>		July 1, 2021	
Signature of person making this request		Date	
Supervisor (if required)		Date	
Executive Director signature (indicates approval to add post agenda deadline item to agenda)			
Date			
Directions for including supporting documents: 1. This form should be attached to any documents submitted to the agenda. 2. Post Agenda Deadline items must be authorized by a Supervisor and the Policy Development Executive Director. 3. If necessary, provide original documents needing Board Chairperson signature to the Bureau Assistant prior to the start of a meeting.			

AUCTION
CONTRACT & AGREEMENT

This Agreement entered into between the Owner or Consignor: _____

_____ and the registrant (hereinafter
the Auctioneer): _____

_____.

The Auctioneer hereby undertakes assignment of the Owner's/Consignor's property for purposes of conducting an Auction of said property as is described below. Auctioneer agrees to complete their duties consistent with the professional knowledge and skill to prepare for and conduct the auction, The Owner/Consignor is required to provide a description of the property to be sold at public auction and assist the Auctioneer in preparation for the Auction pursuant to the terms and conditions of the Agreement.

The Owner/Consignor represents that he or she has title and right to sell all property to be sold at auction free of encumbrances and liens; or, if some or all of the property to be sold is subject to encumbrances or liens, a specific itemization of such property is as follows:

Item:

Mortgage Lien Holder:

Address/Telephone:

Outstanding Balance:

Description of property to be sold at Auction: _____

_____.

The following items are specifically excluded from the auction: _____

_____.

The Auction will take place on _____, _____ and will occur at, _____

_____.

The Auctioneer is authorized to purchase items at the Auction under the following terms and conditions: _____

_____.

The Auction shall occur under the following terms and conditions:

1. Advertising or other expenses shall be paid by the _____
_____.
2. A buyer's fee or surcharge will be assessed and, if so, the percentage or other amount to be charged to the successful bidder shall be:

_____.

3. The Terms of the Agreement including consideration, advertising, costs, fees and expenses: _____

_____.

Dated this _____ day of _____, 20__.

Auctioneer _____ State Registration# _____.

Address: _____

Phone: _____

Email: _____

Owner/Consignor _____

Address: _____

Phone: _____

Email: _____

SPS 124.02 Written contracts; terms. No auctioneer may conduct an auction unless the auctioneer or the auction company that is managing the auction has entered into a prior written contract with each owner or consignor of goods or real estate that may be sold at the auction. The contract shall specify the terms and conditions upon which the auctioneer or auction company accepts the goods or real estate for sale and must contain: (1) The registrant's name, trade or business name, state registration number, business address and business telephone number. (2) The name and address of the owner or consignor. (3) A general description of the property to be sold at auction, any restrictions relating to conducting the auction and a statement indicating whether the registrant is authorized to purchase at the auction. (4) A description of the services to be provided and the consideration for the services. The description must state which party is responsible for advertising and other expenses. (5) A statement of whether a buyer's fee or surcharge will be assessed and, if so, the percentage or other amount to be charged to the successful bidder. (6) The date, dates or time period during which the items will be sold at auction. (7) A statement by the seller that he or she has title and right to sell all property to be sold at auction

free of encumbrances and liens; or, if some or all of the property to be sold is subject to encumbrances or liens, a specific itemization of such property. History: Cr. Register, June, 1995, No. 474, eff. 7-1-95; am. (5), Register, July, 1999, No. 523, eff. 8-1-99. SPS 124.03 Written contracts; copies. An auctioneer or auction company shall give the owner or consignor a legible copy of the contract referred to in s. SPS 124.02 at the time of signing. History: Cr. Register, June, 1995, No. 474, eff. 7-1-95; correction made under s. 13.92 (4) (b) 7., Stats., Register November 2011 No. 671.

**State of Wisconsin
Department of Safety & Professional Services**

AGENDA REQUEST FORM

1) Name and title of person submitting the request: Jennifer Dohm, Records Management Program Supervisor		2) Date when request submitted: 6/1/2021 <small>Items will be considered late if submitted after 12:00 p.m. on the deadline date which is 8 business days before the meeting</small>	
3) Name of Board, Committee, Council, Sections: Auctioneer Board Meeting			
4) Meeting Date: 7/13/2021	5) Attachments: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	6) How should the item be titled on the agenda page? Credentialing Matters 1) Reciprocal Agreement Request- State of Mississippi	
7) Place Item in: <input checked="" type="checkbox"/> Open Session <input type="checkbox"/> Closed Session	8) Is an appearance before the Board being scheduled? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	9) Name of Case Advisor(s), if required:	
10) Describe the issue and action that should be addressed: Attached is a request from the State of Mississippi to inquire if the State of Wisconsin Auctioneer Board would like to move forward with entering into a reciprocal agreement with the State of Mississippi.			
11) Authorization			
Jennifer Dohm		6.1.2021	
Signature of person making this request		Date	
Supervisor (if required)		Date	
Executive Director signature (indicates approval to add post agenda deadline item to agenda)		Date	
Directions for including supporting documents: 1. This form should be attached to any documents submitted to the agenda. 2. Post Agenda Deadline items must be authorized by a Supervisor and the Policy Development Executive Director. 3. If necessary, provide original documents needing Board Chairperson signature to the Bureau Assistant prior to the start of a meeting.			



**Post Office Box 50, Morton, MS 39117
601-750-4909 601-732-6447 (fax)
info.msauktioneercommission@gmail.com**

May 24, 2021

Auctioneer Board
P.O. Box 8366
Madison, WI 53708
dsps@wi.gov

RE: Reciprocal Agreement

To Whom It May Concern,

This letter will serve as a formal request from our Commission requesting consideration of an Agreement of Reciprocity between our States.

Please allow this letter to serve as our request that you place this on the agenda for consideration in your upcoming Auctioneer Commission meeting.

I have also attached a copy of Miss. Code 73-4-1 et seq. which addresses the licensure requirement in our State.

I look forward to hearing from you.

Respectfully,

Yvonne Laird, Executive Director

Attachment: § 73-4-1 et seq, Miss Code annotated

Auctioneers

Sec.	
73-4-1	Short title
73-4-3	Definitions
73-4-5	Unlicensed activities prohibited; exemptions
73-4-7	Mississippi Auctioneer Commission created; powers; member qualifications and compensation
73-4-9	Annual and special meetings; quorum; majority vote
73-4-11	Election of officers; duties
73-4-13	Commission powers
73-4-15	Mississippi Auctioneer Licensure Fund created
73-4-17	License classifications; qualifications; record keeping requirement
73-4-19	Complaints; hearings; remedies; fines, penalties and costs; summary license suspension; appeals; effect of suspension or revocation on business association
73-4-23	License through reciprocity
73-4-25	Prohibited conduct
73-4-27	Auction firm license; requirements; eligibility; grounds for termination or suspension
73-4-29	Bond; factory built home auctions
73-4-31	Bond terms and form; cancellation
73-4-33	Actions and hearings on bond
73-4-35	Auctioneer's duties to owner or consignor
73-4-37	Records and accounts
73-4-39	Written contract with owner or consignor; exceptions
73-4-41	Advertising disclosures required
73-4-43	Acting without license; cease and desist order; penalties
73-4-45	Penalty for other violations
73-4-47	Commission action for injunction
73-4-49	Averments required in charging violation
73-4-51	New programs subject to appropriations

73-4-1. Short title.

This chapter shall be known and may be cited as the “Mississippi Auctioneers License Act.”

73-4-3. Definitions.

For the purposes of this chapter, the following words and phrases shall have the meanings ascribed herein, unless the context otherwise requires:

(a) **“Auction”** means a sale transaction conducted by means of oral or written exchanges between an auctioneer and the members of his audience, which exchanges consist of a series of invitations for offers for the purchase of goods made by the auctioneer and offers to purchase made by members of his audience and culminate in the acceptance by the auctioneer of the highest or most favorable offer made by a member of the participating audience.

(b) **“Auction firm”** means any business establishment or other location owned by any entity other than a duly licensed auctioneer where goods are sold or advertised to be sold at auction or on any recurring basis.

(c) **“Auctioneer”** means an individual who is engaged in, or who by advertising or otherwise holds himself out as being available to engage in, the calling for, the recognition of, and the acceptance of, offers for the purchase of goods or real estate at an auction.

(d) **“Commission”** means the Mississippi Auctioneer Commission.

(e) **“Goods”** means any tangible personal property that can be lawfully offered for sale, real estate, property sold pursuant to any will or settlement of any estate, property sold pursuant to any legal foreclosure, automobiles, or farm or other heavy equipment.

(f) **“Licensee”** means any person licensed under this chapter, and, in the case of an auction firm, includes the person required to obtain a license for such auction firm.

(g) **“Organization”** means a corporation, partnership, trust (specifically a business trust), firm, association, or any other form of business enterprise which is owned by two (2) or more individuals.

(h) **“Person”** means an organization or an individual.

73-4-5. Unlicensed activities prohibited; exemptions

(1) It is unlawful for any person, corporation, limited liability company, partnership or other entity to conduct auction, provide an auction service, hold himself out as an auctioneer, or advertise his services as an auctioneer in the State of Mississippi without a license issued by the commission under this chapter.

(2) The provisions of this chapter shall not apply to the following transactions:

(a) A sale conducted by order of any United States court pursuant to Title 11 of the United States Code relating to bankruptcy;

(b) A sale conducted by an employee of the United States or the State of Mississippi or its political subdivisions in the course and scope of his employment;

- (c) A sale conducted by a charitable or nonprofit organization if the auctioneer receives no compensation;
- (d) A sale conducted by an individual of his own property if such individual is not engaged in the business of such property as an auctioneer on a recurring basis;
- (e) A sale conducted by an individual acting as a receiver, trustee in bankruptcy, guardian, administrator or executor or any such person acting under order of court; by a real estate agent, broker or salesman, who auctions property that he has an exclusive listing agreement on, if done through a silent or written auction not done by public outcry or by a trustee acting under a trust agreement, deed of trust or will;
- (f) A foreclosure sale of personal property conducted personally by the mortgagee or other secured party or an employee or agent of such mortgagee or other secured party acting in the course and scope of his employment if the employee or agent is not engaged otherwise in the auction business and if all property for sale in the auction is subject to a security agreement;
- (g) A sale conducted by sealed bid;
- (h) An auction conducted in a course of study, approved by the Secretary of State, for auctioneers and conducted only for student training purposes;
- (i) An auction conducted by a posted stockyard or market agency as defined by the Federal Packers and Stockyard Act, 1921, as amended (7U.S.C.S. 181 et seq.);
- (j) An auction of livestock conducted by a nonprofit livestock trade association chartered in this state if the auction involved only the sale of the trade association's members' livestock; or
- (k) An auction conducted by a charitable or nonprofit organization chartered in this state if the auction involves only the property of the organization's members and the auction is part of a fair that is organized under state, county, or municipal authority.

73-4-7 Mississippi Auctioneer Commission; creation; powers and duties generally; qualifications, terms, and compensation of members.

- (1) The Mississippi Auctioneer Commission is created, and it shall have the authority to make such rules and regulations as are reasonable and necessary for the orderly regulation of the auctioneering profession and the protection of the public, which rules and regulations are not inconsistent with the Mississippi Constitution of 1890 and state laws. The commission shall have the following powers:
 - (a) The power to set reasonable license fees, to collect and hold such fees and to disburse such fees in any manner not inconsistent with this chapter.
 - (b) The power to make such rules and regulations as will promote the orderly functioning of the auction profession and ensure the protection of the public.
 - (c) The power to hire and retain such staff and support personnel as are necessary to conduct business and assure compliance with this chapter.
 - (d) The power to conduct investigations, hold hearings, subpoena witnesses, make findings of fact and otherwise enforce the disciplinary provisions contained in this chapter.

(2) The Mississippi Auctioneer Commission shall consist of five (5) members, one (1) from each congressional district, who shall be appointed by the Governor. All appointees shall possess the following minimum qualifications:

(a) An appointee shall be a citizen of Mississippi.

(b) An appointee shall have been engaged as an auctioneer for a period of not less than five (5) years immediately preceding his appointment.

(c) An appointee shall be of good reputation, trustworthy and knowledgeable in the auction profession.

An individual may not act as a member of the commission while holding another elected or appointed office in either the state or federal government or while owning a school or other facility to train individuals to be auctioneers.

(3) In order to assure continuity, the Governor shall appoint the initial member of the commission for the following terms:

(a) The member appointed from the First Congressional District shall serve a term of one (1) year;

(b) The member appointed from the Second Congressional District shall serve a term of two (2) years;

(c) The member appointed from the Third Congressional District shall serve a term of three (3) years;

(d) The member appointed from the Fourth Congressional District shall serve a term of four (4) years;

(e) The member appointed from the Fifth Congressional District shall serve a term of five (5) years.

Subsequent term shall be for five (5) years, except for interim appointments to fill unexpired terms which shall be only for the unexpired term.

(4) Each member of the commission shall receive a per diem as provided by Section 25-3-69 per meeting and shall be reimbursed for ordinary and necessary expenses incurred in the performance of official duties as provided in Section 25-3-41.

73-4-9. Annual and special meeting; quorum, majority vote.

The Commission shall meet each January at the time and place established by the chairman to conduct an election of officers and such other business may be appropriate. The Commission shall also meet upon the call of the chairman or upon the request of any two (2) members of the Commission. The secretary shall provide reasonable notice of the time and place of each meeting to all members.

Three (3) members shall constitute a quorum for the purpose of transacting business. A majority vote of the Commission shall be necessary to bind the Commission.

73-4-11. Election of officers; duties.

(1) At the meeting to be held each January, the Commission shall elect from its membership a chairman and vice chairman. Each officer shall serve a term of one (1) year and shall not vacate office until a successor is elected.

(2) The chairman shall preside at all meetings of the Commission.

- (3) The vice chairman shall act as presiding officer in the absence of the chairman and shall perform such other duties as the chairman may direct.
- (4) The Commission shall appoint an executive director who shall not be a member of the Commission.
- (5) The executive director shall:
 - (a) Notify all members of meetings;
 - (b) Keep a record of all meetings of the Commission and other proceedings, transactions, communications, official acts and records of the Commission; and
 - (c) Perform such other duties as the chairman directs.

73-4-13. Commission powers.

The Commission is empowered to :

- (a) Administer and enforce the provisions of this chapter.
- (b) Promulgate such rules and regulations and prescribe such forms as are necessary for the administration and the effective and efficient enforcement of this chapter.
- (c) Issue, suspend and revoke licenses in accordance with this chapter.
- (d) Provide for the filing and approval of surety bonds as required by this chapter.
- (e) Investigate complaints concerning licensees or persons the Commission has reason to believe should be licensees, specifically including complaints respecting failure to comply with this chapter or the rules and regulations promulgated as authorized by this chapter and to take appropriate action to address such complaints.
- (f) Commence action, in the name of the State of Mississippi, in an appropriate circuit court in order to force compliance with this chapter or rules and regulations promulgated hereunder by restraining order or injunction.
- (g) Hold public hearing s on any matters for which a hearing is required under this chapter and to have all powers granted by law for such hearings.
- (h) Adopt a seal and through its secretary, certify copies.
- (i) Appoint an executive director and employ all necessary employees and consultants to enforce this chapter.

73-4-15. Mississippi Auctioneer Licensure Fund created.

All fees and monies collected or received by the Commission under this chapter shall be deposited into a special fund which is hereby created in the State Treasury to be known as the "Mississippi Auctioneer Licensure Fund." Unexpended amounts remaining in such special fund at the end of a fiscal year shall not lapse into the State General Fund, and any interest earned on amounts in such special funds shall be deposited to the credit of the special fund. All monies in the special fund shall be expended or used exclusively for the purposes of carrying out the provisions of this chapter. All records of such fees deposited by the Commission and deposited in the special fund shall be available for inspection by the State Auditor. Monies from the special fund shall be used to support the Commission, upon appropriation by the Legislature.

73-4-17. License classifications; qualifications ; record keeping requirement

There shall be two (2) classes of auctioneers' licenses, which shall be auctioneer and auction firm. All applicants for a license under this chapter shall possess the following minimum qualifications:

- (a) Applicants shall have attained the age of eighteen (18) years by the issuance date of the license.
- (b) Applicants shall have obtained at a minimum a high school diploma or G.E.D. equivalent and shall be graduates of an auctioneering school approved by the Commission.
- (c) Each applicant for a license under this chapter shall demonstrate to the Commission that he is of good moral character and worthy of public trust through background information to be provided on his application form and two (2) letters of reference from person not related to the applicant who have known the applicant at least three (3) years. The Commission may require additional information or a personal interview with the applicant to determine if such applicant should be granted a license.
- (d) Each applicant for a license under this chapter shall take and successfully complete an examination as prescribed by the Commission. The examination shall include questions on ethics, reading comprehension, writing, spelling, elementary arithmetic, elementary principles of land economics, general knowledge of bulk sales law, contracts of sale, agency, leases, brokerage, knowledge of various goods commonly sold at auction, ability to call bids, knowledge of sale preparation and proper sale advertising and sale summary, and knowledge of the provisions of this chapter and the Commission's rules and regulations. There shall be separate examinations for auctioneer and auction gallery each based upon relevant subject matter appropriate to the license classification as set forth herein. Examinations shall be administered at least once a year and may be administered quarterly at the Commission's discretion provided there are at least twenty five examinees. The Commission shall ensure that the various forms of the test remain secure.
- (e) In order to defray the cost of administration of the examinations, applicants for the examination shall pay fees as follows:
 - (i) Auctioneer - \$100.00
 - (ii) Auction firm - \$100.00
- (f) Each applicant desiring to sit for the examination for any license required under this chapter shall be required to furnish to the Commission at least thirty (30) days prior to the examination evidence of a surety bond in the following minimum amounts:
 - (i) Auctioneer - \$10,000.00.
 - (ii) Auction firm - \$10,000.00
- (g) In addition to the bond required herein, applicants for the auction firm license shall furnish the Commission with all relevant information concerning the premises to be licensed, to include location, whether the premises are owned or leased, and an affidavit that the proposed use of the premises as an auction gallery does not violate zoning or any other use restrictions. A separate license shall be required for each business location of the owner of multiple auction galleries.
- (h) Except as provided in Section 33-1-39, all licenses granted pursuant to this chapter shall be for a term of two (2) years and shall expire on the first day of March at the end of such two- year term. The biennial license fees shall be set from time to time by the commission with a maximum fee of Two Hundred Dollars (\$200.00). License fees shall not be prorated for any portion of a year but shall be paid for the entire biennial period regardless of the date of application. Individuals failing to submit license renewal fees on or before March 1 of the year for renewal shall be required to successfully pass the next administration of the examination in order to renew a license.

(i) Each application or filing made under this section shall include the social security number(s) of the applicant in accordance with Section 93-11-64, Mississippi Code of 1972.

(j) A licensee shall keep such books, accounts and records as will enable the commission to determine whether such licensee is in compliance with the provisions of this chapter, and rules and regulations made pursuant thereto, and any other law, rule and regulation applicable to the conduct of such business. The commission and its employees or representatives shall have the right to enter and make inspections of any place where the auction business is carried on and inspect and copy any record pertaining to the auction business under this chapter. The commission may conduct or cause to be conducted an examination or audit of the books and records of any licensee at any time the commission deems proper, the cost of the examination or audit to be borne by the licensee. The refusal of access to the books and records shall be cause for the revocation of its license.

73-4-19. Complaints; hearings; remedies; fines, penalties and costs; summary license suspension; appeals; effect of suspension or revocation on business association

(1) The commission may, upon its own motion or upon the complaints in writing of any person providing the complaint and any evidence presented with it establishes a prima facie case, hold a hearing and investigate the actions of any auctioneer or auction firm, or any person who holds himself out as an auctioneer or auction firm.

(2) Any person desiring to make a complaint against a licensee shall submit a complaint to the commission in verified form as prescribed by the commission. Upon receipt of a properly verified complaint, the commission shall send a copy of the complaint to the affected licensee by certified mail, and the licensee shall make answer to the complaint in writing within twenty (20) days after the receipt of the complaint. The licensee shall mail a copy of his response to the commission and the complainant. Upon receipt of the licensee's response or the lapse of twenty (20) days, the commission shall make investigation of the underlying allegations of the complaint, and upon a finding of probable cause that a violation of this chapter has occurred, the commission shall order a hearing for the licensee to appear and show cause why he should not be disciplined for a violation of this chapter.

(3)(a) All hearings held pursuant to this chapter shall be held at the offices of the commission. The commission, for good cause shown, may order that a hearing be held in another location convenient to all parties.

(b) The commission shall give the complainant and the affected licensee twenty (20) days notice of any hearing upon a complaint. Such notice shall be by United States certified mail.

(c) Any party appearing before the commission may be accompanied by counsel.

(d) The commission or its executive director shall have the right to subpoena witnesses and documents as they deem necessary for the proper conduct of the hearing. The commission shall not entertain a motion for a continuance for failure of a witness to appear unless such witness shall have been duly subpoenaed.

(e)(i). Before commencing a hearing, the chairman of the commission shall determine if all parties are present and ready to proceed. If the complainant fails to attend a hearing without good cause shown, the complaint shall be dismissed summarily and all fees and expenses of convening the hearing shall be assessed to, and paid by, the complainant. If any affected licensee fails to appear for a hearing without good cause shown, such licensee shall be presumed to have waived his right to appear and be heard.

(ii). Upon the chairman's determination that all parties are ready to proceed, the chairman shall call the hearing to order and the complainant and the licensee may give opening statements. At the request of any party, the chairman shall order the sequestration of nonparty witnesses. The complainant shall present his complaint through sworn testimony and the production of physical evidence. The licensee, any counsel and any member of the commission may ask questions of the witnesses.

(iii). The licensee shall then present his case in rebuttal with equal right of cross examination of the parties. At the completion of the evidence, all parties may give closing statements.

(iv). At the conclusion of testimony and argument, the commission may go into closed session for deliberation.

(v). At the conclusion of deliberation, the commission may announce the commission's decision in any open session and shall notify the parties of its decision by mail within ten (10) days after the commission reaches its decision.

(4) Service or notice to the party shall be considered to have been given if the notice was personally served on the licensee, applicant or complainant or if the notice was sent by certified United State mail to the licensee, applicant or complainant to that party's last known address of record with the board.

(5) No person whose license has been revoked hereunder may apply for a new license for a period of at least five (5) years. A person whose license has been denied, suspended or revoked may not apply in that person's name or in any other manner within the period during which the order of denial, suspension or revocation is in effect, and no firm, partnership or corporation in which any person whose license has been denied, suspended or revoked has a substantial interest or exercises management responsibility or control may be licenses during the period. The procedure for reissuance of a license that is for being out of compliance with an order for support, as defined in Section 93-11-157 or 93-11-163, as the case may be.

(6) Any civil or monetary penalty, fine or other costs imposed by the commission under this chapter shall become due and payable within the time allowed by the commission for payment thereof. Failure of the licensee or party to pay all penalties or fines so assessed as ordered by the commission shall, unless an appeal is taken and perfected within the time and in the matter provided in this chapter, result in an automatic revocation of such licensee's license. In addition, if any amounts assessed against a party by final order of the commission become otherwise uncollectible or payment is in default, and if all the right to appeal has passed, the order of the commission containing the amount of money assessed by the commission may be filed with the appropriate clerk of the court in the county in which the licensee or party is located. The order shall constitute a judgment and the filing of such order shall have the full force and effect of a judgment duly docketed in the office of such clerk and may be enforced in the same manner and with the same effect as that provided by law in respect to executions issued against property upon judgments of a court of record.

(7) The commission may also assess and levy upon any licensee or applicant for licensure costs incurred or expended by the commission in the investigation and prosecution of any licensure or disciplinary action, including, but not limited to, the cost of process service, court reports, expert witness, investigators and attorney fees.

(8) The commission may, upon its own motion, summarily suspend a license when the interest, health, safety or welfare of the public is at risk, such as in the event of a potential loss of consigned items, or potential loss of funds. If the commission suspends summarily a license under the provisions of this subsection, a hearing must begin within twenty (20) days after such suspension begins, unless continued at the request of the licensee.

(9) Any person aggrieved by an action of the commission may file an appeal of such action in Circuit Court of Hinds County. Any appeal must be accompanied by and attested copy of the record of the hearing before the commission. An appeal must, however, be filed with the Chancery Court of Hinds County within thirty (30) days immediately following the date of the commission's decision to the applicant or licensee of a copy of judgment of the board, unless the court, for good cause shown, extends the time. Appeals may be taken to the Mississippi Supreme Court as provided by law from any final judgment of the chancery court. If the board appeals from any

Judgment of the chancery court, no bond shall be required of it in order to perfect its appeal. Any actions taken by the commission in suspending a license when required by Section 93-11-157 or 93-11-163 are not actions from which an appeal may be taken under this section. Any appeal of a license suspension that is required by Section 93-11-157 or 93-11-163 shall be taken in accordance with the appeal procedure specified in Section 93-11-157 or 93-11-163, as the case may be, rather than the procedure specified in this section.

(10) If any licensee is indicted in this or any other state of forgery, embezzlement, obtaining money under false pretenses, extortion, criminal conspiracy to defraud or other offense, and a certified copy of the indictment is filed with the commission or other proper evidence is given to it, the commission may, in its discretion, suspend the license issued to the licensee pending trial of the charges.

(11) If the revocation or suspension of a license issued to any member of a partnership, or to any officer of an association, corporation or organization to whom an auction license has been issued, the license issued to the partnership, association, corporation or organization shall be revoked by the commission unless, within a time fixed by the commission, the connection of the member of the partnership is severed and his interest in the partnership and his share in its activities brought to an end, or the officer of the association, corporation or organization is discharged and has no further participation in its activities.

(12) Nothing in this section shall be deemed as an exclusive remedy or prevent or proscribe any person's right to petition a court of law or equity for redress of a grievance against a licensee or any other entity.

73 -4-23 License through reciprocity

Any auctioneer who is licensed in a state that (a) has requirements equal to the requirements of this chapter, (b) has requirements that have been approved by the commission, after a review of such state's licensing law, and (c) has entered into a reciprocal licensing agreement with the State of Mississippi through such state's regulatory authority over auctioneering, may apply for and be granted a license without examination. Applicants for a license through reciprocity shall furnish to the commission by application the same information as that of resident applicants. In addition to the biennial license fee, non residents shall pay to the commission a fee of Two Hundred Fifty Dollars (\$250.00). A nonresident auctioneer shall furnish to the commission a surety bond, obligated to the State of Mississippi, in the amount of Ten Thousand Dollars (\$10, 000.00) prior to being issued a license. The bond shall be executed by the person seeking the license as principal and by a corporate surety, licensed to do business in this state, as surety. The bond shall otherwise be in accordance with the provisions of this chapter.

73-4-25. Prohibited conduct

(1) The commission may refuse to issue or renew a license, place a licensee on probation or administrative supervision, suspend or revoke any license, or may reprimand or take any other action in relation to a license, including the imposition of a fine not to exceed Five Thousand Dollars (\$5000.00) for each violation upon a licensee, or applicant for licensure, under this chapter of any of the following reasons:

(a) Knowingly filing or causing to be filed a false application.

(b) Failure to enter into a written contract with a seller or consignor prior to placing or permitting advertising for an auction sale to be placed.

(c) Failure by the licensee to give the seller or consignor a signed receipt for items received for sale at auction, either by item received for sale at auction, either by item or lot number at the time the goods are received, unless the goods are to remain in the possession of the seller or consignor.

- (d) Failure to give the seller or consignor a statement or lot description, selling price, purchaser's identity and the next proceeds due to the seller or consignor.
- (e) Failure to place funds received from an auction sale in an escrow or trust account, and failure to make timely settlement on escrowed funds. Absent a written agreement to the contrary, five (5) business days shall be deemed timely for settlement on personal property.
- (f) Permitting an unlicensed auctioneer to call for bids in an auction sale.
- (g) Having been convicted of or pled guilty to a felony in the courts of this state or any other state, territory, or country. Conviction, as used in this paragraph, shall include a deferred conviction, deferred prosecution, deferred sentence, finding or verdict of guilt, an admission of guilt or a plea of nolo contendere.
- (h) Any course of intentional willful or wanton conduct by a licensee or such licensee's employees which misleads or creates a false impression among the seller, buyer, bidders and the auctioneer in the advertising, conducting and closing of an auction sale.
- (i) A continued and flagrant course of misrepresentation or making false promises, either by the licensee, an employee of the licensee, or by someone acting on behalf of and with the licensee's consent.
- (j) Any failure to account for or to pay over within a reasonable time funds belonging to another which have come into the licensee's possession through an auction sale.
- (k) Any false, misleading or untruthful advertising.
- (l) Any act of conduct in connection with a sales transaction which demonstrates bad faith or dishonesty.
- (m) Knowingly using false bidders, cappers or pullers, or knowingly making a material false statement or representation.
- (n) Commingling the funds or property of a client with the licensee's own or failing to maintain and deposit in a trust or escrow account in an insured bank or savings and loan association located in Mississippi received for another person through sale at auction.
- (o) Failure to give full cooperation to the commission and/or its designees, agents, or other representatives in the performance of official duties of the commission. Such failure to cooperate includes, but is not limited to:
 - (i) Failure to properly make an disclosures or to provide documents or information required by this chapter or by the commission;
 - (ii) Not furnishing, in writing, a full and complete explanation covering the matter contained in a complaint filed with the commission;
 - (iii) Failure, without good cause, to cooperate with any request by the board to appear before it;
 - (iv) Not providing access, as directed by the commission, for its authorized agents or representatives seeking to perform reviews, audits or inspections at facilities or places utilized by the license holder in the auction business;

(v) Failure to provide information within the specified time allotted and as required by the board and/or its representatives or designees;

(vi) Failure to cooperate with the board or its designees or representatives in the investigation of any alleged misconduct or willfully interfering with a board investigation.

(p) A demonstrated lack of financial responsibility.

(q) Having had a license for the practice of auctioneering or the auction business suspended or revoked in any jurisdiction, having voluntarily surrendered a license in any jurisdiction, have been placed on probation in any jurisdiction, having been placed under disciplinary order(s) or other restriction in any manner for auctioneering or the auction business (a certified copy of the order of suspension, revocation, probation or disciplinary action shall be prima facie evidence of such action).

(r) Any violation of this chapter or any violation of a rule of regulation duly adopted by the commission.

(2) In addition to the acts specified in subsection (1) of this section, the commission shall be authorized to suspend the license of any licensee for being out of compliance with an order for support, as defined in Section 93-11-153. The procedure for suspension of a license for being out of compliance with an order for support, and the procedure for the reissuance or reinstatement of a license suspend for that purpose, and the payment of any fees for the reissuance or reinstatement of a license suspended for that purpose, shall be governed by Section 93-11-157 or 93-11-163. If there is any conflict between any provisions of Section 93-11-157 or 93-11-163 and any provision of this chapter, the provision of Section 93-11-157 or 93-11-163, as the case may be, shall control.

73-4-27. Auction firm license; requirements; eligibility; grounds for termination or suspension

(1) No person or party who is not otherwise exempt from licensure under Section 73-34-5 shall sell, offer to sell, goods or real estate at auction in this state or perform any act for which an auction firm license is required, unless the person or party holds a currently valid license issued by the commission.

(2) Any person who is not otherwise licensed under this chapter and who only provides auction services or holds himself out as providing auction services shall do so only with a valid auction firm license issued under this section.

(3) The commission may grant an auction firm license to an auction firm that is determined to be qualified by the commission. To be eligible for license, the auction firm shall:

(a) Comply with the requirements of Sections 73-4-17 and 73-4-29 and the rules and regulations of the commission: and

(b) Employs a firm manager as required under subsection (5) of this section.

(4) An application submitted under this section for an auction firm license shall list the names of all of the owners, directors, partners or members of the applicant, as applicable.

(5) An auction firm shall designate a firm manager. The firm manager shall have sufficient authority in the operation of the auction firm to ensure compliance with this chapter and rules and regulations of the commission. If the firm manager does not have a current license issued under this chapter, the firm manager must become licensed under this chapter before the commission may issue a license under this section to the auction firm.

(6) An auction firm license issued under this section immediately shall terminate if any of the following occur:

- (a) The auction firm ceases to operate as a corporation.
- (b) The auction firm changes ownership or there is any change in ownership.
- (c) If the auction firm is a partnership, the firm changes the number of partners in the partnership or changes the partners comprising the partnership.
- (d) The auction firm changes firm manager.
- (e) The auction firm changes the name under which the firm conducts business.
- (f) The auction firm changes its permanent business location.

(7) If the applicant for a firm license maintains more than one (1) place of business within the state, the applicant shall apply for and obtain an additional firm license for each branch office.

(8) A firm license shall automatically be suspended if no licensed **auctioneer** is engaged in business therein. Such license may be reinstated by the commission for the unexpired term upon proof that a duly licensed **auctioneer** has been affiliated with the firm.

(9) Any person in this state who for a fee is in the business of managing auctions to the extent such person is responsible for the advertising, consignments, promotion and/ or distribution of funds must hold a valid firm license.

(10) In addition to the other requirements contained elsewhere in this chapter, the holder of an auction firm license shall comply with the following:

- (a) Enter into a written contract with a licensed **auctioneer** to call bids prior to the start of any auction sale. A copy of such contract shall be maintained on the premises and available for inspection by the commission.
- (b) The firm license and the license of its manager shall be conspicuously posted at the firm location.
- (c) Maintain complete records of each sale held at the licensed premises which shall include, but shall not be limited to, consignment receipts, bidder registration, final settlements with consignors and any other documents relevant to the conduct of the sale. These records shall be maintained for a period of one (1) year from the date of the sale.
- (d) Maintain a file on all current and past employees of the auction firm for the previous year. Such file should contain the employee's name, last known address and Social Security Number.
- (e) Assume responsibility for all checks, drafts, and other negotiable instruments tendered by buyers in payment for goods sold through the auction firm.
- (f) Deposit all proceeds from the auction sales into the licensee's escrow account and make all disbursements from such escrow account.
- (g) The licensee shall make all of his records pertaining to the auction firm available to a member or employee of the commission for inspection upon demand.

73-4-29. Bond; factory- built home auctions

- (1) Every person who applies for an auctioneer's license, as a condition to the granting and the retention thereof, shall file or have on file with the commission a bond in the amount of Ten Thousand Dollars (\$10, 000.00).
- (2) Every person or persons who apply for an auction firm license, as a condition to the granting and the retention thereof, shall file or have on file with the commission, a bond in the amount of Ten Thousand Dollars (\$10,000.00).
- (3)(a) Factory- built homes as defined by Section 75-49-3, because of the manner of their construction, assembly and use and that of their systems, components and appliances (including heating, plumbing, and electrical systems), like other finished products having concealed vital parts, may present hazards to the health, life and safety of persons and to the safety of property unless properly inspected prior to sale and properly anchored and blocked at the homesite after the sale so as to provide reasonable safety and protection to their owners and users. In order to insure that these homes are properly anchored and blocked at the homesite in accordance with the rules, regulations, and procedures promulgated by the State Commissioner of Insurance pursuant to his rule making power contained in Section 75-49-5, auctions of these homes shall be restricted to factory- built housing dealers licensed pursuant to Section 75-49-9 and subject to the penalties of Section 75-49-19, except as otherwise provided in paragraph (b).
- (b) An auctioneer licensed under this chapter may auction a factory- built home without obtaining a license pursuant to Section 75-49-9, if the auction is not for the sole purpose of disposing of factory-built homes and if the disposal of the factory-built home is incidental to, and part of, an entire estate or liquidation auction. The number of such homes that may be auctioned pursuant to this paragraph is limited to three (3) being offered for sale in one (1) auction or event.

73-4-31. Bond terms and form; cancellation

- (1) The State of Mississippi shall be the obligee under any bond under this chapter.
- (2) Such bond shall be:
 - (a) Executed by the person seeking the license as principal and by a corporate surety, licensed to do business in this state as a surety;
 - (b) In such form and containing such terms and conditions as the commission prescribes
 - (c) Conditional upon the faithful performance of all obligations of a licensee under this chapter and the rules and regulations promulgated hereunder, including the obligation to account for and pay over monies and proceeds to persons who are entitled to them; and
 - (d) Effective from the date of its filing with the commission, such bond shall not be affected by the expiration of the license period and shall continue in full force and effect until canceled, provided that the total and aggregate liability of the surety on a bond shall be limited to the amount specified in the bond and the continuous nature of the bond shall in no way be constructed as allowing the liability of the surety under a bond to accumulate for each successive license period during which the bond is in force.
- (3) (a) A licensee may not cancel a bond without the prior written approval of the commission and its approval of a substitute bond so as to provide continuous bonding of the licensee's activities.

(b) The surety on a bond may cancel a bond filed under this chapter only after the expiration of ninety (90) days from the date the surety mails a notice of intent to cancel, by registered or certified mail, return receipt requested, to the commission and to the principal of the bond.

(c) Not later than thirty (30) days prior to the date upon which a bond cancellation becomes effective, the licensee shall give written notice to the commission that a new bond has been obtained so as to provide continuous coverage of the licensee's activities.

73-4-33. Actions and hearings on bond

(1) If any licensee fails, or is alleged to have failed, to meet the obligations under this chapter and the rules and regulations promulgated hereunder, the commission shall hold a hearing and determine whether there has been such a failure, determine those persons who are proven claimants under the bond, and if appropriate distribute the bond proceeds to the proven claimants.

(2) Actions upon the bond and the right to payment under the bond shall extend solely to the commission, except that if the commission has not initiated auction under the bond by scheduling and holding a hearing, by litigation or otherwise, within thirty (30) days of a written request to do so, any claimant may initiate an action in the Circuit Court of Hinds County, Mississippi, to require the commission to take action.

(3) If, after a hearing, the commission determines the proven claims exceed the amount of the bond proceeds, the proceeds shall be prorated among proven claimants in the ratio that the amount of their proven claim bears to the total amount of all proven claims.

(4) The determination of the commission as to the fact and the amount of liability under the bond and the amount distributed to the claimants under the bond shall be binding upon the principal and surety of the bond.

(5) All hearings held under this section shall be held in accordance with the laws of this state.

(6) The existence of the bond and the bond recovery procedure shall in no way affect or alter any other right or remedy which a person may have under applicable law.

73-4-35. Auctioneer's duties to owner or consignor

(1) In performing the duties of an auctioneer, every auctioneer shall follow all reasonable requests of the owner or consignor of the goods being sold at the auction. Every auctioneer shall perform such auctioneer's duties so that the highest or most favorable offer made by a member of the audience is accepted, and shall otherwise perform such duties in accordance with the highest standards of the auctioneering profession.

(2) (a) Every licensee, within five (5) business days after the sale transaction, shall account to, or provide an accounting for, those persons who own or who are acting as consignor or goods which are the subject of an auction engaged in or conducted by such licensee or upon such licensee's premises.

(b) Every licensee, within five (5) business days after a sale of goods and at closing of the sale, shall pay over, or provide for the paying over of, all monies and proceeds due to owner or consignor of goods which was the subject of an auction engaged in or conducted by such licensee or upon licensee's premises.

73-4-37 Records and accounts

Each licensee shall keep and maintain in a safe place for a period of not less than two (2) years complete and current records and accounts pertaining to such licensee's licensed activity, including the name and address of the owner or consignor of all goods involved in such activities, a description of such goods, the terms and conditions of the acceptance of such goods and accounts of all monies received and paid out, whether on the licensee's own behalf or as agent, as a result of such activities.

73-4-39. Written contract with owner or consignor; exception

Except with respect to goods sold through an auction firm, no licensee shall sell goods at an auction until the auctioneer or auction firm involved has first entered into a written contract with the owner or consignor of such goods, which contract sets forth the terms and conditions upon which such auctioneer or auction firm accepts the goods for sale. A copy of every written contract shall be retained for a period of two (2) years from the date of the auction.

73-4-41. Advertising disclosures required

All advertisements of auctions shall disclose:

- (a) The auctioneer's name and the name of the auction firm involved; and
- (b) Whether the auction is to be absolute or with reserve; and
- (c) The auctioneer's or auction firm's auction license number.

73-4-43. Acting without license; cease and desist order; penalties

- (1) An individual may not act as an auctioneer without first having obtained and having in effect the license required under this chapter.
- (2) Any person, except a licensed auctioneer who shall have become exempt by reason of compliance with the applicable provisions of this chapter, may not operate an auction firm without having obtained and having in effect a license for such auction firm as required under this chapter.
- (3) A person who violates the provisions of this section shall be fined, upon conviction, not more than One Thousand Dollars (\$1, 000.00).
- (4) When the commission or its authorized designee determines that person or party not licenses under this chapter is engaged in or believed to be engaged in activities for which a license is required under this chapter, the commission or its designee may issue an order requiring that person to desist immediately and refrain from such conduct or activities. The affected person or party may appeal the issuance of the cease and desist order by filing notice of appeal within seven (7) calendar days after service of the order. A hearing must be held within twenty (20) days after a notice of appeal has been timely filed. Service of the cease and desist order shall be considered to have been given if the notice or order was personally served on the person or party or if the order was mailed by certified United States mail to the person's or party's last known address available to the commission. A person or party who has been issued an order to cease and desist that has become final either through default or administrative proceeding before the commission may not engage in the activity or conduct which is the subject of the order. A cease and desist order issued by the commission shall be enforceable in the courts of competent jurisdiction in this state.

(5) Any person or party that practices, offers to practice, attempts to practice, or holds oneself out to practice as an auctioneer, auction firm, or any other licensee under this chapter without being licensed by the commission shall, in addition to any other penalty provided by law, pay a civil penalty to the commission in an amount not to exceed Five Thousand Dollars (\$5000.00) for each offense as determined by the commission. The civil penalty shall be paid within sixty (60) calendar days after the effective date of the order imposing the penalty. The order shall constitute a judgment and may be filed and execution had thereon in the same manner from any court record.

73-4-45. Penalty for other violations

Any person who violates any provision of this chapter for which a specific penalty is not provided, upon convictions, shall be fined not more than One Thousand Dollars (\$1, 000.00).

73-4-47. Commission action for injunction

The commission may maintain an action in the name of the State of Mississippi to enjoin any person from engaging, without a license issued under this chapter or pursuant to an exemption defined in this chapter, in any activity for which a license is required under this chapter.

73-4-49. Averments required in charging violation

In charging any person in an affidavit, information, or indictment with a violation of conducting, without a license or pursuant to an exemption of this chapter, any activity for which a license or an exemption there for is required, it shall be sufficient to charge that the person did, upon a certain day in certain county, engage in such activity and that such person did not have a license or exemption to do so. No further facts need to be averred concerning the matter.

7 3-4-51. New programs subject to appropriations

All new programs authorized in this chapter are subject to the availability of funds specifically appropriated therefor by the Legislature.

Credits

West's Annotated Mississippi Code Title 73. Professions and Vocations Chapter 4. Auctioneers

Laws 1995, Chapter 405. Section 26. effective July 1, 1995. Amended by Laws 2009, Ch.476,~1, eff. July 1, 2009

Rules and Regulations

Mississippi Auctioneer Commission

Section

4-100-.01	Definitions
4-100-.03	Advertising
4-100-.04	Pocket Identification Cards
4-100-.05	Statements to the Commission
4-100-.06	Inspection of Records
4-100-.07	Public Records Request
4-100-.08	Escrow Account
4-100-.09	Change of Address or Business Name or Ownership
4-100-.10	License Name and Number Non-transferable
4-100-.11	Examination Days
4-100-.12	Examinations
4-100-.13	Out-of-State Firm Licenses
4-100-.14	Out-of-State Auctioneers
4-100-.15	Method of Operation
4-100-.16	Oral Proceedings on Proposed Rules
4-100-.17	Declaratory Opinions

Rules and Regulations

Definitions- Chapter 4-100-.01

- (a) **Auction-** means a sale transaction conducted by means of oral or written exchanges between an auctioneer and the members of his audience, which exchanges consist of a series of invitations for offers for the purchase of goods made by the auctioneer and offers to purchase made by members of his audience and culminate in the acceptance by the auctioneer of the highest or most favorable offer made by a member of the participating audience.
- (b) **Absolute Auction-** an auction in which property put up for sale is sold to the highest bidder and no minimum price will limit the bid. The seller may not nullify the sale by bidding himself or through an agent.
- (c) **Auction with reserve-** any auction in which the seller or his agent reserves the right to establish a minimum bid, to accept or reject any and all bids and to withdraw the property at any time prior to the completion of the sale by the auctioneer.
- (d) **Auction without reserve-** an auction in which property put up for sale is sold to the highest bidder and no minimum price will limit the bid. The seller may not nullify the sale by bidding himself or through an agent. **“Auction without reserve is equivalent to the term absolute auction.”**
- (e) **Estate Auction-** any auction in which all the property advertised and sold is the property of a specified deceased person or the property of a specified living person’s estate.
- (f) **Absolute auction verses reserve auction-** auctions are considered to be with reserve unless otherwise stated, and as provisioned as under the Uniform Commercial Code.
- (g) **Auction Firm-** means any business establishment or other location owned by any entity other than a duly licensed auctioneer where goods are sold or advertised to be sold at auction or on a recurring basis.

Advertising- Chapter 4-100-.03

- (a) Rules and regulations applying to advertising and proper disclosure include advertisements on television, radio, newspaper, and other media.
- (b) It shall be a violation of these Rules for an auctioneer or auction firm to permit its name or license number to appear on any advertisement for an auction without reviewing the contents of the advertisement prior to its publication to ascertain its compliance with applicable law and Rules.
- (c) Any advertisements for an auction must identify the name and license number of the auctioneer or gallery who will be conducting the auction business.
- (d) False, deceptive, misleading and untruthful advertising is expressly prohibited. Any advertisement or advertising shall be deemed to be false, deceptive, misleading or untruthful, if it:
- (1) contains misrepresentations of fact;
 - (2) is misleading or deceptive because in its content or in its context it makes only a partial disclosure of relevant facts;
 - (3) creates false or unjustified expectations of the services to be performed;

(4) contains any misrepresentation or claim which the advertising licensee fails to perform;

(5) advertises an auction as absolute when any portion to be sold is subject to confirmation or with reserve or with minimum bids.

(e) It shall be a violation of these Rules to advertise for sale items which the auctioneer or auction firm does not intend to offer for sale at the advertised auction

(f) If an auctioneer and seller enter into a contract which establishes “a minimum reserve, minimum guarantee, or agreement by the auction company to guarantee or purchase the property at a set price,” the auction cannot be advertised as absolute.

(g) Any auctioneer, gallery or agent that willfully advertises an auction as absolute, and during the course of the auction commits acts universally known as “buy-bidding”, “shielding”, or “jacking” shall be a violation of the law.

(h) A general advertisement which does not concern a specific sale(s) and which does not list sale dates, times or locations, shall not be subject to any identification requirement. A licensee may advertise under a name, trade name, or combination of names, only if written notice has been previously filed with the Commission.

Pocket Identification Cards- 4-100-.04

A pocket card will be issued by the Executive Director giving the auctioneer, auction firm’s name, license number and date of expiration. The pocket card must be carried by the licensee, and in the case of gallery/auction firms the designated person(s), at all times when auctioneering activities are being conducted and shall be available for inspection by the Executive Director or designated agent for the Commission.

Statements to the Commission- 4-100-.05

Any false information, statements, or testimony given to the Mississippi Auctioneer Commission or its agent by a licensee or applicant will be grounds for denial of an application or disciplinary actions against the licensee.

Inspection of Records- 4-100-.06

Documents, books, or records concerning an auction or auctions must be made available for inspection by the Commission or its authorized personnel or representative upon request. Failure by licensee, to produce requested documents, books, records, or copies thereof, within 20 days of request by Commission will be grounds for further investigation and disciplinary action as appropriate by the Commission.

Public Records Request- 4-100-.07

The Commission will respond to all public records requests within 14 days.

Escrow Account- 4-100-.08

(a) Auctioneers must deposit all proceeds from the auction sales into the licensee’s escrow account and make all disbursements from such escrow account.

(b) All account records of monies received and paid out shall be available for inspection by the Commission or its designated agent, without advance notice, and copies shall be provided to the Commission upon request.

Change of address or business name or ownership- 4-100-.09

(a) All licensees shall notify the Commission in writing of any change or addition of residence or business address (including mailing address) and change of trade name, assumed name, or combination of names under which the licensee conducts business related to auctions.

(b) Any change in address, business name, or ownership required by these Rules shall be reported within 10 days of the occurrence of such change.

License name and number non-transferable- 4-100-.10

It is deemed to be intentional willful or wanton conduct for a Mississippi auctioneer to allow his/her name and state number to be used by an auction firm, and do not actually participate in the conducting of the auction business, such Mississippi Auctioneer or auction firm will be held directly responsible for any and all such violations. Licensed auctioneers will be further held accountable for any omission in advertising that may occur.

Examination Days- 4-100-.11

(a) A completed auctioneer application and evidence of a \$10,000.00 Surety Bond must be received by the Commission deadline dates for each exam as established by the Commission. Upon approval of his/her application, the applicant is notified by letter of the date scheduled for his/her examination and asked to confirm or reschedule at least two weeks prior to the scheduled date.

(b) An applicant who fails to appear without notification for the first scheduled date will automatically be rescheduled for the next exam. Failure to appear without notification the second time will be sufficient cause to cancel the application without refund of the examination fee. An applicant whose application has been canceled must file a new application and pay the examination fee as if no prior application has been submitted. Each time an examination is taken and failed, the examination fee is forfeited. The applicant may request reexamination, within a reasonable period of time, without submitting another application but must remit the appropriate examination fee.

(c) Once an applicant has failed the examination twice consecutively, the applicant will be required to wait six months before requesting reexamination.

Examinations- 4-100-.12

Examinations are confidential tests. They are designed and administered under conditions established to protect the security of the tests. Neither current forms nor any previous forms of the tests are available for purchase or inspection. No applicant who has taken the examination will be permitted to inspect that or any other completed examination after it has been graded in order to ensure the validity of the examination.

Out- of- State Firm Licenses- 4-100-.13

Any out-of- state auction company/firm contracting, advertising, and managing auctions in Mississippi will be required to have an auction firm license, but not limited thereto.

Out- of- State Auctioneers- 4-100-.14

Out- of- state auctioneers who work under contract with licensed Mississippi auctioneers or auction firms and who do not individually contract, advertise or manage auctions in Mississippi, must be a licensed Mississippi Auctioneer but will not be required to have a firm license.

Method of Operation- 4-100.15

The Mississippi Auctioneer Commission is created under the Mississippi Auctioneers Licensing Act, (MS Code Section 73-4-1 et seq). Authority is given by law to set and collect reasonable license fees for Auctioneers licenses, regulate the Auction profession and administer the provisions of the statute, promulgate rules and regulations, issue, suspend and revoke licenses in accordance with the law; provide for filing of surety bonds, investigate complaints against licensees and applicants for licensure as authorized by law; hold public hearings on any matters for which a hearing is required under the Auctioneers Licensing Act; commence actions in the name of the State of Mississippi in an appropriate court in order to force compliance with the Auctioneers Licensing Act. The office of the Mississippi Auctioneer Commission is located at 5135 Galaxie Drive, Suite 500 E, Jackson, MS, 39206. The Commission phone number is (601) 364-2384 and the fax number is (601) 364-2387. The Executive Director and staff are available at the same address to receive requests for declaratory opinions, requests for public records, requests for other matters under the auspices of this act.

Oral Proceedings of Proposed Rules – 4-100-16

- (a) **Scope.** This rule applies to all oral proceedings held for the purpose of providing the public with an opportunity to make oral presentations on proposed new rules and amendments to rules before the Commission pursuant to Section 25-43-3.104
- (b) **When Oral Proceedings will be Scheduled on Proposed Rules.** The Commission will conduct an oral proceeding on a proposed rule or amendment if requested by a political subdivision, an agency or ten (10) persons in writing within twenty (20) days after the filing of the notice of the proposed rule.
- (c) **Request Format** Each request must be printed or typewritten, or must be legible handwriting. Each request must be submitted on standard business letter-size paper (8 ½ inches by 11 inches). Requests may be in the form of a letter addressed to the Commission and signed by the requestor(s).
- (d) **Notification of Oral Proceeding.** The date, time and place of all oral proceedings shall be filed with the Secretary of State's office and mailed to each requestor. The oral proceedings will be scheduled no earlier than twenty (20) days from the filing of this information with the Secretary of State.
- (e) **Presiding Officer.** The Chairman of the Commission or his designee, who is familiar with the substance of the proposed rule, shall preside at the oral proceeding on a proposed rule.
- (f) **Public Presentations and Participation.**
- (1) At an oral proceeding on a proposed rule, persons may make oral statements and make documentary and physical submissions, which may include data, views, comments or arguments concerning the proposed rule.
 - (2) Persons wishing to make oral presentation at such a proceeding shall notify the Commission at least one business day prior to the proceeding and indicate the general subject of their presentations. The presiding officer in his or her discretion may allow individuals to participate that have not previously contacted the Commission.
 - (3) At the proceeding, those who participate shall indicate their names and addresses, identify any person or organizations they may represent, and provide any other information relation to their participation deemed appropriate by the Chairman of the Commission.
 - (4) The Chairman may place time limitations on individual oral presentations when necessary to assure the orderly and expeditious conduct of the oral proceeding. To encourage joint oral presentations and to

avoid repetition, additional time may be provided for person whose presentation, represent the views of other individuals as well as their own views.

(5) Persons making oral presentations are encouraged to avoid restating matters that have already been submitted in writing.

(6) There shall be no interruption of a participant who has been given the floor by the presiding officer, except that the presiding officer may in his or her discretion interrupt or end the partisan's time where the orderly conduct of the proceeding so requires.

(g) Conduct of Oral Proceeding

(1) Presiding Officer. The presiding officer shall have authority to conduct the proceeding in his or her discretion for the orderly conduct of the proceeding. The presiding officer shall (i) call proceeding to order; (ii) give a brief synopsis of the proposed rule, a statement of the statutory authority for the proposed rule, and the reasons provided by Commission for the proposed rule; (iii) call on those individuals who contacted the Commission about speaking on or against the proposed rule; (iv) allow for rebuttal statements following all participants' comments; (v) adjourn the proceeding.

(2) Questions. The presiding officer, where time permits and to facilitate the exchange of information, may open the floor to questions or general discussion. The presiding officer may question participants and permit the questioning of participants by other participants about any matter relating to that rule-making proceeding, including any prior written submission made by those participants in that proceeding; but no participant shall be required to answer any question.

(3) Physical and Documentary Submissions. Submissions presented by participants in an oral proceeding shall be submitted to the presiding officer. Such submissions become the property of the Commission and are subject to the Commission's public request procedure.

(4) Recording. The Commission may record oral proceedings by stenographic or electronic means.

Declaratory Opinions 4-100.17

(a) **Scope.** These rules set forth the Mississippi Auctioneer Commission's, hereinafter "Commission", rules governing the form and content of requests for declaratory opinions, and the Commission's procedures regarding the requests, as required by Mississippi Code 25-43-2.103. These rules are intended to supplement and be read in conjunction with the provisions of the Mississippi Administrative Procedures Law, which may contain additional information regarding the issuance of declaratory opinions. In the event of any conflict between these rules and the Mississippi Administrative Procedures Law, the latter shall govern.

(b) **Persons Who May Request Declaratory Opinions.** Any person with a substantial interest in the subject matter may request a declaratory opinion from the Commission by following the specified procedures. "Substantial interest in the subject matter" means: an individual, business, group or other entity that is directly affected by the Commission's administration of the laws within its primary jurisdiction. "Primary jurisdiction of the agency" means the agency has a constitutional or statutory grant of authority in the subject matter at issue.

(c) **Subjects Which May Be Addressed in Declaratory Opinions.** The Commission will issue declaratory opinions regard the applicability to specified facts of (1) a statute administered or enforceable by the Commission or (2) a rule promulgated by the Commission. The Commission will not issue a declaratory opinion regarding a statute or rule which is outside the primary jurisdiction of the agency.

(d) Circumstances In Which Declaratory Opinions Will Not Be Issued. The Commission may, for good cause, refuse to issue a declaratory opinion. The circumstance in which declaratory opinions will not be issued include, but are not necessary limited to:

- (1) lack of clarity concerning the question presented;
- (2) there is pending or anticipated litigation, administrative action, or other adjudication which may either answer the question presented by the request or otherwise make an answer unnecessary;
- (3) the statute or rule on which a declaratory opinion is sought is clear and not in need of interpretation to answer the question presented by the request;
- (4) the facts presented in the request are not sufficient to answer the question presented;
- (5) the request fails to contain information required by these rules or the requestor failed to follow the procedure set forth in these rules;
- (6) the request seeks to resolve issues which have become moot, or are abstract or hypothetical such that the requestor is not substantially affected by the statute or rule on which a declaratory opinion is sought;
- (7) no controversy exists concerning the issue as the requestor is not faced with existing facts or those certain to arise which raise a question concerning the application of the statute or rule;
- (8) the question presented by the request concerns the legal validity of a statute or rule;
- (9) the request is not based upon facts calculated to aid in the planning of future conduct but is, instead, based on past conduct in an effort to establish the effect of that conduct;
- (10) no clear answer is determinable;
- (11) the question presented by the request involves the application of a criminal statute or a set of facts which may constitute a crime;
- (12) the answer to the question presented would require the disclosure of information which is privileged or otherwise protected by law from disclosure;
- (13) the question is currently the subject of an Attorney General's opinion request or has been answered by an Attorney General's opinion;
- (14) A similar request is pending before this agency or any other agency or a proceeding is pending on the same subject matter before any agency, administrative or judicial tribunal, or where such an opinion would constitute the unauthorized practice of law.
- (15) Where issuance of a declaratory opinion may adversely affect the interests of the State, the Commission or any of their officers or employees in any litigation which is pending or may reasonably be expected to arise;
- (16) The question involves eligibility for a license, permit, certificate or other approval by the Commission or some other agency, and there is statutory or regulatory application process by which eligibility for said license, permit, certificate or other approval would be determined.

(e) **Written Request Required.** Each request must be printed or typewritten or must be in legible handwriting. Each request be submitted on standard business letter-size paper (8 ½ inches by 11 inches). Requests may be in the form of a letter addressed to the Commission.

(f) **Where to Send Requests.** All requests must be mailed, delivered, or transmitted via facsimile to the Commission. The request shall clearly state that it is a request for a declaratory opinion. No oral, telephone or email requests will be accepted for official opinions.

(g) **Name, Address and Signature of Requestor.** Each request must include the full name, telephone number, and mailing address of the requestor. All requests shall be signed by the person filing the request, who shall attest that the request complies with the requirements set forth in these rules, including but not limited to a full, complete, and accurate statement of relevant facts and that there are no related proceedings pending before any other administrative or judicial tribunal.

(h) **Questions Presented.** Each request shall contain the following:

- (1) a clear and concise statement of all facts on which the opinion is requested.
- (2) a citation to the statute or rule at issue;
- (3) the question(s) sought to be answered in the opinion, stated clearly;
- (4) a suggested proposed opinion from the requestor, stating the answers desired by petitioner and a summary of the reasons in support of those answers;
- (5) the identity of all other known persons involved in or impacted by the described factual situation, including their relationship to the facts, name, mailing address and telephone number; and
- (6) a statement to show that the person seeking the opinion has a substantial interest in the subject matter.

(i) **Time for Commission's Response.** Within forty-five (45) days after receipt of a request for a declaratory opinion which complies with the requirements of these rules, the Commission shall, in writing:

- (1) issue a declaratory opinion regarding the specified statute or rule as applied to the specified circumstances;
- (2) decline to issue a declaratory opinion, stating the reasons for its action; or
- (3) agree to issue a declaratory opinion by a specified time but not later than ninety (90) days after receipt of the written request;

The forty-five (45) day period shall begin running on the first State of Mississippi business day on or after the request is received by the Mississippi Auctioneer Commission, whichever is sooner.

(j) **Opinion Not Final for Sixty Days.** A declaratory opinion shall not become final until the expiration of sixty (60) days after the issuance of the opinion. Prior to the expiration of the sixty (60) days, the Mississippi Auctioneer Commission may, in its discretion, withdraw or amend the declaratory opinion for any reason which is not arbitrary or capricious. Reasons for withdrawing or amending an opinion include, but are not limited to, a determination that the request failed to meet the requirements of these rules or that the opinion issued contains a legal or factual error.

(k) Notice by the Mississippi Auctioneer Commission to third parties. The Mississippi Auctioneer Commission may give notice to any person, agency, or entity that a declaratory opinion has been requested and may receive and consider data, facts, arguments and opinions from other persons, agencies or other entities other than the requestor.

(l) Public Availability of Requests and Declaratory Opinions. Declaratory opinions and requests for declaratory opinions shall be available for public inspection and copying in accordance with the Public Records Act and the Mississippi Auctioneer Commission's public records request procedure. All declaratory opinions and requests shall be indexed by name and subject. Declaratory opinions and requests which contain information which is confidential or exempt from disclosure under the Mississippi Public Records Act or other law shall be exempt from the requirement and shall remain confidential.

(m) Effect of a Declaratory Opinion. The Mississippi Auctioneer Commission will not pursue any civil, criminal, or administrative action against a person who is issued a declaratory opinion from the Mississippi Auctioneer Commission and who, in good faith, follows the direction of the opinion and acts in accordance therewith unless a court of competent jurisdiction holds that the opinion is manifestly wrong. Any declaratory opinion rendered by the Mississippi Auctioneer Commission shall be binding only on the Mississippi Auctioneer Commission and the person to whom the opinion is issued. No declaratory opinion will be used as precedent for any other transaction or occurrence beyond that set forth by the requesting person.