

1 AN ACT relating to investment firms.

2 *Be it enacted by the General Assembly of the Commonwealth of Kentucky:*

3 ➔SECTION 1. A NEW SECTION OF KRS CHAPTER 381 IS CREATED TO
4 READ AS FOLLOWS:

5 *(1) As used in this section:*

6 *(a) "Investment firm" means any corporation or trust engaged in the business*
7 *of investing the pooled capital of investors in financial securities or*
8 *otherwise engaged in the business of investing in real estate; and*

9 *(b) "Single family residence" has the same meaning as in KRS 383.545.*

10 *(2) An investment firm shall not enter into an executory contract to purchase a single*
11 *family residence until at least ninety (90) days after the date the single family*
12 *residence is listed for sale.*

13 *(3) To enter into an executory contract for the purchase of a single family residence,*
14 *an investment firm must be represented by a real estate broker who is:*

15 *(a) Licensed pursuant to KRS Chapter 324; and*

16 *(b) Not an employee of the investment firm or any of the investment firm's*
17 *subsidiaries.*