



BYLAWS

Adopted January 1918. Since that time they have been revised, their last revision having been made at the New Jersey® Realtors Board of Directors meeting on June 13, 2023.

ARTICLE I- Name

- Sec. 1. The name of the organization shall be the: New Jersey Association of Realtors®, doing business as New Jersey Realtors®, hereinafter referred to as the “Association”.

ARTICLE II- Objects

- Sec. 1. The objects of this Association shall be to unite Local Board/Associations of Realtors® and their members in the State of New Jersey for the purpose of exerting effectively a combined influence upon matters affecting real estate, to elevate the standards of the real estate business throughout the state, and the professional conduct of persons engaged therein.

ARTICLE III - Membership

- Sec. 1. The members of the Association shall consist of six classes: (A) Member Local Boards/Associations; (B) Board/Association Members; (C) Realtor® Emeriti; (D) Honorary Members; (E) Retired Members; and (F) Distinguished Service Award Members.

(A) A Member Local Board / Association shall be an association chartered by the National Association of REALTORS® within the state of New Jersey. All the REALTOR® and REALTOR-ASSOCIATE® members who hold primary membership in the association shall hold membership in this association and the NATIONAL ASSOCIATION OF REALTORS®.

(B) Local Board/Association Members shall be (1) Realtor® Members; (2) Realtor-Associate® Members; (3) Institute Affiliate Members; (4) Designated Realtor® Members in good standing.

1. A REALTOR® member shall be any individual engaged in the real estate profession as a principal, partner, corporate officer, or branch office manager acting on behalf of the firm's principal(s), and licensed or certified individuals affiliated with said REALTOR® member whose place of business is located in an area outside the jurisdiction of any Member Board who meets the qualifications for REALTOR® membership established in subsection (a) below. Secondary REALTOR® membership shall also be available to individuals who hold primary membership in an association in another state and who desire to obtain direct membership in the state association without holding membership in a local association in the state.

2. Realtor-Associate® Members shall be those independent contractors and salespersons or licensed or certified appraisers who are affiliated with or employed by a Realtor® Member or a firm, partnership or corporation of which any Realtor® Member is a principal, partner, or officer, who are actively engaged in the real estate business, who are deemed qualified for Realtor-Associate® membership by the Local Board/Association and who are primary Members of a Local Board/Association as shown on the records of the Association. Secondary Realtor-Associate® Members shall be those individuals who hold primary membership in a Local Board/Association in another state and who desire to obtain direct membership in this Association without holding membership in a Local Board/Association in the state, provided such persons maintain a current, valid New Jersey Real Estate Broker's, Broker-Salesperson or Salesperson's license or are licensed or certified by an appropriate state regulatory agency to engage in the appraisal of real property in New Jersey.

3. Institute Affiliate Members shall be individuals who hold a professional designation awarded by an Institute, Society, or Council affiliated with the National Association of Realtors® that addresses a specialty area other than residential brokerage, or individuals who otherwise hold a class of membership in such Institute, Society, or Council that confers the right to hold office. Any such individual if otherwise eligible may elect to hold Realtor® or Realtor-Associate® membership, subject to payment of applicable dues for such membership.

4. Designated REALTOR® members- Each firm (or office in the case of firms with multiple office locations) shall designate in writing one

REALTOR® member who shall be responsible for all duties and obligations of membership, including the obligation to arbitrate (or to mediate if required by the association) pursuant to Article 17 of the Code of Ethics and the payment of association dues as established in Article II of the Bylaws. The “designated REALTOR®” must be a sole proprietor, partner, corporate officer, or branch office manager acting on behalf of the firm's principal(s) and must meet all other qualifications for REALTOR® membership established in Article II, Section 4 of the Bylaws.

Corporate officers (who may be licensed or unlicensed) of a real estate brokerage franchise organization with at least one hundred fifty (150) franchisees located within the United States, its insular possessions and the commonwealth of Puerto Rico, elected to membership pursuant to the provisions in the NAR Constitution and Bylaws, such individuals shall enjoy all of the rights, privileges and obligations of the Realtor® Membership (including compliance with the Code of Ethics) except: obligations related to Local Board/Association mandated educations, meetings attendance, or indoctrination classes or other similar requirements; the right to use the term Realtor® in connection with their franchise organization’s name; and the right to hold elective office in the Local Board/Association, State Association and National Association.

(C.) A Realtor® Member who has held membership in the National Association of Realtors® as a Realtor®, Realtor-Associate®, or both, for a cumulative period of forty (40) years with no age requirement upon certification and the granting of such membership based on the Constitution and Bylaws of the National Association of Realtors® and approved by the Board of Directors of the National Association of Realtors® shall be designated “Realtor® Emeritus”. Emeritus members are waived from paying Association dues.

(D.) A Realtor® or Realtor-Associate® Member who holds membership in the Association, who has previously held the office of state president for the Association, shall have the Association membership dues waived.

Such individuals who have performed notable services for the real estate business or for this Association or for the public shall be eligible to election as an Honorary Member. Any candidate for election as an Honorary Member must be approved by unanimous vote of the Executive Committee before submission to the Board of Directors of the Association and adopted at the Annual Meeting. A thirty-day (30) notice shall be given by the Executive Committee to the Local Board/Associations

before any such candidate shall be considered by it. Honorary membership shall confer no rights nor impose any obligations under the Bylaws nor does such membership confer the right to vote or hold elective office.

(E.) Retired Members: Members who, because of age, poor health or otherwise, have retired from and are no longer engaged in or available for immediate employment in the field of real estate or any field in which experience or training in real estate is used or useful. To qualify as a Retired Member, the member must make an application to the primary Local Board/Association having jurisdiction and said Local Board/Association shall make an investigation to determine that such member is in fact entitled to this classification. It shall be the responsibility of the Local Board/Association to report its findings to the Association.

(F.) Distinguished Service Award Members are those individuals who have been awarded the National Association of Realtors® Distinguished Service Award and shall be life members of the Association. Distinguished Service Award members are waived from paying Association dues.

ARTICLE IV- Dues

Sec. 1.

(A) The annual dues of each Member Local Board/ Association shall be (1) an amount as established by the board of directors times the number of REALTOR® and REALTOR-ASSOCIATE® members who hold primary membership in the association, plus (2) an amount as established by the board of directors times the number of real estate salespersons and licensed or certified appraisers employed by or affiliated as independent contractors with REALTOR® members of the association who are not themselves REALTOR®, REALTOR-ASSOCIATE®, or Institute Affiliate members. In calculating the dues payable by a Member Local Board/ Association, nonmembers, as defined in the preceding sentence, shall not be included in the computation of dues if dues have been paid in another association in the state or a state contiguous thereto, provided the association notifies the State Association in writing of the identity of the association to which dues have been remitted.

(B) For the purpose of this Section, a Realtor® Member of a Local Board/Association shall be held to be any member who has a place or places of business within New Jersey or a State contiguous thereto and who, as a principal, partner, or corporate officer of a real estate firm, partnership, or corporation, is

actively engaged in the real estate business as defined in Article III, Section 1, of the Constitution of the National Association of Realtors®.

(C) A Realtor-Associate® Member of a Local Board/Association shall be held to be any member affiliated with or employed by a Realtor® Member as a licensed sales employee or licensed or certified appraiser or independent contractor, unless such Member is classified by the Local Board/Association as a Realtor® Member in which case he shall be deemed a Realtor® Member. 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 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.

Sec. 2. The annual dues of each Institute Affiliate Member shall be as established in Article II, of the Bylaws of the National Association of Realtors®.

Sec. 3. Upon payment to the Association of the dues and assessments required under Section 1, 2, and 6 of this Article, each Realtor® and Realtor Associate® and Institute Affiliate Member of Local Board/Associations within the State shall be deemed a Member as designated in good standing of the Association.

Sec. 4.

(A) In calculating the dues payable to the Association or the National Association of Realtors® by a Local Board/Association, no member of another Local Board/Association shall be considered, provided such member has notified the Association and each Local Board/Association to which he/she belongs, the identity of the Local Board/Association where he/she holds primary membership.

(B) The dues payable by a Local Board/Association to the Association shall be reduced by an amount equal to the annual dues times the number of recipients of the Distinguished Service Award who are members of the Local Board/Association, Realtor® Emeritus and Past Presidents of the Association.

Sec. 5. The annual dues of each Local Board/Association shall be remitted by each Local Board/Association yearly in accordance with the Association's Dues Collection Policy. New Members not previously licensed with a Realtor® Member of the Board/Association during the current fiscal year shall have their dues prorated quarterly from the first day of the quarter regardless of when in the quarter the member actually joins. Any member who held membership during the preceding calendar year shall be responsible for a full year's dues plus the \$5.00 Legal Action Fund assessment.

Sec. 6. The Board of Directors after receiving due notice stating the purpose, amount, and duration, has the authority to impose an assessment against each Local Board/Association as defined in Article III of these Bylaws in an amount equal to the number of Realtors®, Realtor Associates® and Institute Affiliates in the Local Board/Association.

ARTICLE V- Board of Directors

Sec. 1. The government of the Association shall be vested in a Board of Directors composed of the following:

- (A) The Executive Committee Members.
- (B) Two (2) members from each Local Board/Association, one of which shall be the President of the Local Board/Association.
- (C) Five (5) Division Officers.
- (D) Four (4) additional Past Presidents, selected by the Past Presidents' Advisory Council.
- (E) The NAR Region 2 Regional Vice President ("NAR Region 2 RVP"), which such position shall be held for one (1) year when the NAR Region 2 RVP is selected from New Jersey. If the NAR Region 2 RVP is not from New Jersey, this director position shall remain vacant until a NAR Region 2 RVP is selected from New Jersey.
- (F) All New Jersey Realtor® Past Presidents, not appointed to the Executive Committee or Board of Directors will be invited to attend the New Jersey Realtors® Board of Directors meeting as non-voting members.

- Sec. 2. The Board of Directors shall conduct the affairs of the Association.
- (A) The members of the Board of Directors are to be given 30 days' notice prior to any meeting at which any vote is to be held to consider off-budget spending exceeding \$50,000 for each expenditure.
- (B) An annual meeting shall be held in September of every year at which time they will vote upon the annual budget and elected officers (the "Annual Meeting").
- Sec. 3. A quorum shall consist of not less than 50% of the qualified members of the Board of Directors.
- Sec. 4. Any or all Directors may participate in a meeting of the Board of Directors, or a committee of the Board, by means of a telephone or video conference or by any means of communication by which all persons participating in the meeting are able to communicate with one another, and such participation shall constitute presence at the meeting.
- Sec. 5. A quorum being present, the Board of Directors shall act by a majority vote of Directors present at any meeting.
- Sec. 6. In the event that the President determines that an off-budget expenditure is required which is emergent, and which therefore cannot wait the thirty (30) day notice requirement of Subsection (A) above, the matter may be voted upon at the next regular meeting of the Board of Directors held within thirty (30) days after the President makes the determination that such advance notice cannot be given. At such a meeting, approval of the expenditure by two-thirds of the Directors present shall be required.
- (A) In the event of an emergency, such as actual or imminent substantial loss or damage to the Association's real or personal property, actual or threatened injury to any person to whom the Association may be responsible, or actual or imminent loss or waiver of the Association's legal rights and remedies, the President shall have the right, subject to the conditions set forth in Subsection (B) below, to authorize off-budget expenditures in excess of \$50,000.

- (B) Prior to authorizing any such expenditure, the President shall first obtain the majority approval for such expenditures by the President-Elect, the First Vice President, the Treasurer, and the Immediate Past President or such of the foregoing who may be contacted by the President within a reasonable time, given the nature of the emergency. Notice of the emergency may be given by the President to such persons, and approval of the expenditure may be given by such persons to the President, via any means, which is practical under the circumstances, including without limitation, telephone, facsimile, or other electronic communications.

ARTICLE VI- Executive Committee

Sec. 1. There shall be an Executive Committee consisting of the President, the President-Elect, the First Vice President, the Treasurer, and the Immediate Past President.

Additionally, there shall be:

- (A) One (1) additional Past President selected by the President.
- (B) One (1) Local Board/Association Executive Officer who shall be appointed by the Association's President.
- (C) Five (5) Regional Vice Presidents, each selected by their respective Region.

Sec. 2. The Executive Committee shall conduct the affairs of the Association in accordance with the policy of the Board of Directors and shall have full authority of said Board to act on their behalf between meetings of the Board of Directors and shall meet upon the call of the President, the Board of Directors, or any five of its members upon due notice stating the time and place of meeting. Seven members shall constitute a quorum.

Sec. 3. A quorum being present the Executive Committee shall act by a majority vote of members present at any meeting.

Sec. 4. The Budget and Finance Committee shall prepare a budget for the ensuing fiscal year (the "Proposed Budget"), and the Executive Committee shall review the Proposed Budget during or prior to the Annual Meeting each year and shall submit it to the Board of Directors for approval at said Annual Meeting. The Proposed Budget shall be published and circulated to each Local Board/Association not less than thirty (30) days before the Proposed Budget is to be acted upon by the Board of Directors.

Sec. 5. The Executive Committee shall have the power to expel any Local Board/Association, after due notice and hearing for failure to comply with the Bylaws.

(A) Any action of the Executive Committee affecting a Local Board/Association may be appealed by the Local Board/Association to the Board of Directors by a written notice of appeal delivered to the Association, attention to the Chief Executive Officer, within thirty (30) days from the determination of the Executive Committee.

(B) The Board of Directors, after notice to the appellant of its hearing and opportunity to be heard, shall review the action taken by the Executive Committee and the determination of the Board of Directors shall be final.

ARTICLE VII- Officers

Sec. 1. The elective officers of the Association shall be a President, a President-Elect, a First Vice President, and a Treasurer all of whom shall serve for one (1) year or until their successors are elected and qualified.

(A) The Treasurer shall not be eligible for election to a higher office while serving as Treasurer and shall not serve more than two consecutive years.

(B) The elective year shall begin the day following the official closing of the Annual Convention and end the last day of the succeeding Annual Convention.

- Sec. 2. The President shall preside at all meetings including the Board of Directors and Executive Committee. Between the sessions, he or she shall represent the Association and act in its name, subject only to its declared policies. The President and the elected officers of the Association shall appoint all committees unless otherwise directed by the Board of Directors; shall be an ex-officio member of all committees, except the Nominating Committee; and shall perform all other duties usual to such office.
- Sec. 3. The President-Elect shall perform the duties of the President in the event of his or her temporary absence or disability and shall perform such other duties as may be delegated to him or her by the Board of Directors or the President. In the absence of unforeseen events, the President-Elect shall succeed to the office of the President.
- Sec. 4. The duties of the President, in the event of his/her resignation or death, shall be administered by the President-Elect until the Nominating Committee selects a successor for the balance of the current year, and said selection is ratified by the Board of Directors.
- Sec. 5. The First Vice President shall perform such duties as may be delegated to him or her by the Board of Directors or the President.
- Sec. 6. The Treasurer shall be the custodian of the funds and securities of the Association and special funds or securities held or administered of the Association. He or she shall deposit the funds and securities in such depositories carrying Federal Deposit Insurance, or its successors and/or U.S. Treasury Bills, Treasury Notes and Treasury Bonds and in such a manner as the Executive Committee may designate and direct and shall be relieved of responsibility therefore while in the custody of such depository subject, however, to any liability under his or her surety bond. The Association will provide a bond in a surety company qualified to do business in the State of New Jersey.
- Sec. 7. There shall be an administrative officer of the Association who shall be employed by the Board of Directors and shall perform such duties as directed by the Executive Committee and the Board of Directors. The Board of Directors shall designate the title of such administrative officer to be "Chief Executive Officer." The Association will provide a bond in a surety company qualified to do business in the State of New Jersey.

The administrative officer shall be the Corporate Secretary and as such shall make a record of the meetings of the Board of Directors, Executive Committee, and of the Annual Convention and shall keep all said records and perform such duties customary to that office.

- Sec. 8. The accounts of the Treasurer shall be reviewed annually by a Certified Public Accountant selected by the Executive Committee. Said review to be submitted to the President, President-Elect, First Vice President, Treasurer and Chairperson of the Budget & Finance Committee.
- Sec. 9. The Chief Operations Officer of the Association shall serve as Assistant Treasurer and shall serve at the pleasure of the Board. The Assistant Treasurer and/or the Chief Executive Officer of the Association shall perform such duties as may be delegated from time to time by the Treasurer; and, in addition thereto, is authorized and empowered to sign and file on behalf of the Association all requisite tax returns, whether municipal, state or federal. The Assistant Treasurer shall not be a member of the Executive Committee. The Association will provide a bond in a surety company qualified to do business in the State of New Jersey.
- Sec. 10. The Board of Directors may remove a duly elected officer and declare the office vacant under the following conditions:
- (A) Conduct on the part of an elected officer, which is not in the best interest of the Association.
 - (B) Absence from two consecutive meetings of the Board of Directors, whether regular or special, unless for good cause submitted to the Board of Directors in writing.
- Sec. 11. In the event of a vacancy of the Officers (not otherwise provided for in these Bylaws), the Nominating Committee shall immediately contact the Local Board/Associations for candidates to fill the vacancy; said Local Board/Associations shall have twenty-one (21) days to submit candidates. The Nominating Committee, as soon as possible, shall recommend a candidate to the Board of Directors for ratification, who shall serve until the next Annual Election.
- Sec. 12. An elected Officer of the Association shall not serve as an officer of a Local Board/Association during the term as a New Jersey Realtors® Officer.

ARTICLE VIII- Meetings

- Sec. 1. Special Meetings of the Association may be called by the Board of Directors at its discretion. Any call for special meetings shall be upon notice stating the purpose, time and place of the meeting. Notice of the meeting shall be issued at least fifteen (15) days in advance. The Board of Directors shall establish the format and rules for said meeting. Voting shall be conducted in the same manner as the Annual Meeting.
- Sec. 2. The Executive Committee shall hold at least three (3) meetings each year at such time and place as fixed by the President.
- Sec. 3. The Board of Directors shall hold at least three (3) regular meetings in each year at a time and place fixed by the President. Special meetings may be called by the President or at the call of twenty (20%) percent of the members of said Board of Directors, provided that due notice of the purpose, time and place of such meeting is sent to each member of said Board of Directors.

ARTICLE IX- Nominations

- Sec. 1. There shall be a Nominating Committee of eight (8), selected by the President of the Association, consisting of the following:
- (A) Chair of the Nominating Committee- The Immediate Past President shall serve as Chair of the Nominating Committee and, in the event of a tie-vote, shall cast the tie-breaking vote. As Chair, the Immediate Past President will be allotted a one (1) year state appointed NAR Director position.
 - (B) Five (5) Regional Representatives- Referencing the current regional breakdown set forth by the Association, each region will be allotted one (1) representative. The representative from each region, none of whom are applying for NAR Directorship, may be (i) the Region Vice President, (ii) the Local Association / Board President, or (iii) the President Elect of the Local Association / Board.
 - (C) Two (2) Past Presidents, none of whom are applying for NAR Directorship; and
 - (D) One (1) NAR Director whose term is not expiring.

Members shall serve a one (1) year term and may serve two (2) consecutive terms. Members of the Nominating Committee shall vote by electronic means (via an online platform).

If any member of the Nominating Committee, due to absence or disability, is unable to serve at any meetings, a vacancy will be deemed to exist, or if any member of the Nominating Committee should be a candidate for nomination, said member shall resign forthwith. Vacancies on the Nominating Committee shall be filled by the President of the Association by appointment from the body whose appointee is unable to serve.

Sec. 2. The Nominating Committee shall submit to the members one (1) nominee for each elective office and shall cause its report to be circulated to the Local Board/Associations at least thirty (30) days in advance of the Annual Meeting.

Sec. 3. Any Local Board/Association may, however, after the slate of candidates for offices has been announced by the Nominating Committee, name candidate(s) from the floor at the Annual Meeting provided notice of intent is sent to each Local Board/Association by certified mail, return receipt requested, at least fifteen (15) days prior to the Annual Meeting.

No nominee shall be placed on the ballot unless he or she receives seconds from the President or additional board representatives of two (2) different Local Board/Associations.

Sec. 4. The Nominating Committee shall establish its own policies and procedures for the conduct of its meetings and deliberations.

ARTICLE X- Fiscal Year

Sec. 1. The fiscal year of the Association shall be from January 1 to December 31, inclusive.

ARTICLE XI- Relations with the National Association of Realtors®

Sec. 1. In accordance with the Constitution and Bylaws of the National Association of Realtors®, the Association, having a three-way agreement with the National Association, the President shall automatically become

a Member of the Board of Directors of the National Association of Realtors®.

- Sec. 2. The current Association President, Association President-Elect and the Association Chief Executive Officer, or their designated representative(s), shall represent the Association at the State Leadership Idea Exchange meetings. When permitted by NAR, all elected Association officers shall attend the State Leadership Idea Exchange meetings.

ARTICLE XII- Association Headquarters

- Sec. 1. The Association shall maintain headquarters and staff at such place that may be designated from time to time by the Board of Directors.

ARTICLE XIII- Gifts and Bequests

- Sec. 1. The Association may accept gifts and bequests which shall be administered by the Board of Directors and which shall constitute an endowment; the income derived from investment of such gifts and bequests shall be used to promote the objects of the Association. The Association also may accept gifts and bequests for specific purposes, provided such purposes shall have the approval of the Board of Directors.

ARTICLE XIV- Member Boards

- Sec. 1. A Local Board/Association shall not apply any arbitrary, numerical or other inequitable limitations on its membership.
- Sec. 2. Any Local Board/Association or new Board/Association applying for membership in the Association shall, as a condition precedent to elections, be organized with individuals and not firms or corporations as active members.
- Sec. 3. Resignations of Local Board/Associations shall be considered and acted upon by the Board of Directors of the Association; provided, however, that any Local Board/Association tendering its resignation shall not be delinquent in its dues to the Association, and provided further, that such resignation shall state the reasons therefore and shall verify that at least a majority of all of its Local Board/Association Members have voted in favor of such a resignation.
- Sec. 4.

A Local Board/Association may be suspended if its dues remain unpaid for ninety (90) days.

ARTICLE XV- Territorial Jurisdiction

- Sec. 1. Territory of a Local Board/Association shall be such as recommended by the Board of Directors of the Association to the Board of Directors of the National Association for determination. The name of each Local Board/Association shall be generally descriptive of its location and wherever feasible of its territory. Each Local Board/Association shall have jurisdiction over its allotted territory.
- Sec. 2. Any change of jurisdiction of Local Board/Association territory is subject to the recommendation of the Board of Directors of the Association and of the Board of Directors of the National Association for determination and National's action shall be binding upon the Local Board/Association concerned.
- Sec. 3. A Local Board/Association shall have the authority to accept as a Realtor®, Realtor-Associate® or Institute Affiliate Member, any person engaged in any branch of the real estate business. This includes persons engaged in brokerage, real property management, appraising, land development, building and other related aspects of the real estate business.

ARTICLE XVI- Code of Ethics

- Sec. 1. The Code of Ethics of the National Association of Realtors® is adopted as the Code of Ethics of the Association and shall be considered a part of its Rules and Regulations, and the Code of Ethics and the Rules and Regulations of the Association shall, in the future, be deemed to be amended and changed whenever said Code of Ethics is amended or changed by the National Association.

ARTICLE XVII- Harassment

- Sec. 1. 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, and 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.

ARTICLE XVIII- Professional Standards

Sec. 1. A Local Board/Association, prior to referring an ethics complaint or arbitration request for review to this Association, should exhaust all efforts to impanel an impartial tribunal to conduct either an original hearing or the appeal or procedural review of a prior hearing. These efforts may include the appointment of knowledgeable members of the Local Board/Association on an AD Hoc basis to serve on either a hearing panel or on behalf of the Board of Directors.

If, because of notoriety, etc. the Local Board/Association cannot impanel an impartial tribunal, the Local Board/Association may refer the matter to this Association, and this Association may delegate to another Local Board/Association or a regional enforcement facility if any is established, the authority to hear the case on behalf of this Association. If no Local Board/Association or regional enforcement facility is amenable to conducting the review, this Association shall be responsible for conducting the hearing.

Sec. 2. Allegations of ethical violations and contractual disputes (and specific non-contractual disputes as defined in Standard of Practice 17-4)

between Realtors® and their customers or clients may be submitted to an ethics or arbitration panel at the State Association level under the following circumstances:

- (A) Allegations of unethical conduct made against a Realtor® or Realtor-Associate® who is a member of this Association and is not a member of any Local Board/Association.
- (B) Allegations of unethical conduct made against a Realtor® or Realtor-Associate® under circumstances in which the Local Board/Association, because of size or other valid reason, determines that it cannot provide a due process hearing of the matter and petitions this Association to conduct a hearing.
- (C) Contractual disputes (and specific non-contractual disputes as defined in Standard of Practice 17-4) between Realtors® who are not members of the same Local Board/Association where the matter has been referred to this Association by both Local Board/Associations.
- (D) Contractual disputes (and specific non-contractual disputes as defined in Standard of Practice 17-4) between Realtors® who are secondary members of this Association and are not members of any other New Jersey Local Board/Association.
- (E) Contractual disputes (and specific non-contractual disputes as defined in Standard of Practice 17-4) between a Realtor® who does not hold membership in any New Jersey Local Board/Association, but is a secondary member of this Association, and a Realtor® who is a member of a New Jersey Local Board/Association.
- (F) Contractual disputes (and specific non-contractual disputes as defined in Standard of Practice 17-4) between Realtor® Members of the same Local Board/Association where the Local Board/Association with good and sufficient reason is unable to arbitrate the controversy.
- (G) Contractual disputes between a customer or a client and a Realtor® where the Local Board/Association with good and sufficient reason is unable to arbitrate the dispute or the Realtor® is a secondary Realtor® Member of this Association.

- Sec. 3. Professional Standards hearings 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 from time to time amended, which by this reference is made a part of these Bylaws.
- Sec. 4. If a Realtor[®] Member (as defined in Article III, Section 1, (B) of these Bylaws) resigns from the Local Board/Association or otherwise causes membership to terminate with an ethics complaint pending, the complaint shall be processed until the decision of the association with respect to disposition of the complaint is final by the Local Board/Association (if respondent does not hold membership in any other association) or by any other association in which the respondent continues to hold membership. If an ethics respondent resigns or otherwise causes membership in all Boards to terminate before an ethics complaint is filed alleging unethical conduct occurred while the respondent was a Realtor[®], the complaint, once filed, shall be processed until the decision of the association with respect to disposition of the complaint is final. In any instance where an ethics hearing is held subsequent to an ethics respondent's resignation or membership termination, any discipline ratified by the Board of Directors shall be held in abeyance until such time as the respondent rejoins an association of Realtors[®].
- Sec. 5. If a Realtor[®] Member (as defined in Article III, Section 1, (B) of these Bylaws) 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[®].

ARTICLE XIX- Use of the Terms Realtor[®], Realtors[®], and Realtor-Associate[®]

- Sec. 1. Use of the terms Realtor[®], Realtors[®], or Realtor-Associate[®] 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 State Association shall have authority to control, jointly and in full cooperation with the National Association of Realtors[®], use of the terms within those areas of the state of New Jersey not within the jurisdiction of a Member Board. 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.

- Sec. 2. Local Board/Association Members of the Association shall have the privilege of using the terms Realtor[®], Realtors[®] or Realtor-Associate[®] in connection with their business so long as they remain Local Board/Association Members in good standing. Upon joining NAR, members and Member Boards are granted a limited, nonexclusive, non transferable license to use the MARKS pursuant to the rules set forth in the NAR Membership Marks Manual. The license is embodied in the NAR Constitution and Bylaws, Article V.
- Sec. 3. A Local Board/Association member of a firm, partnership, corporation or trust may use the terms Realtor[®], Realtors[®] or Institute Affiliate Members, only if all of the principals of such a firm, partnership, corporation, or trust who are actively engaged in the real estate profession within the State or a State contiguous thereto are Realtor[®] or Institute Affiliate Members.
- Sec. 4. Realtor-Associate[®] Members of the Association shall have the right to use the term Realtor-Associate[®] so long as they remain Realtor-Associate[®] Members in good standing and the Local Board/Association Member with whom they are associated or by whom they are employed is also a Local Board/Association Member in good standing.
- Sec. 5. An institute Affiliate Member shall not use the terms Realtor[®], Realtors[®], or Realtor-Associate[®] and shall not use the imprint of the emblem seal of the National Association of Realtors[®].

ARTICLE XX- Selection of National Association of Realtors[®] Directors

- Sec. 1. The Nominating Committee shall interview candidates and make recommendations for NAR Directorships, which are to be filled by this Association. The Nominating Committee's recommendations for NAR Directorships shall be presented to the Association's Board of Directors for approval thirty (30) days prior to any vote. No Nominating Committee member shall apply for a state appointed NAR Directorship.

If any NAR Director appointed by the Association is unable or unwilling to serve, the current Association Leadership Team shall appoint a replacement candidate to fill the vacancy. The replacement candidate

must satisfy the qualifications and performance expectations as set forth by NAR.

- Sec. 2. The policy governing recommendations for nomination to NAR Board of Directors shall be established by the Nominating Committee and shall further be subject to approval by the Association's Board of Directors.
- Sec. 3. The Association President, President-Elect and the Immediate Past President will automatically hold NAR Director positions for a one (1) year term. Said terms shall coincide with their respective terms as an elected officer of the Association.
- Sec. 4. The provisions of this Article XX are subject to change in accordance with NAR governing documents.

ARTICLE XXI- Selection of NAR Region 2 RVP

- Sec. 1. The NAR Region 2 RVP position shall be for a term of two (2) years, comprised of one (1) year serving as NAR Region 2 RVP and one (1) year serving as Immediate Past NAR Region 2 RVP. The NAR Region 2 RVP shall satisfy the qualifications and performance expectations as required by NAR. The NAR Region 2 RVP shall serve as a member of the NAR Executive Committee for a term of two (2) years beginning concurrently with their term as NAR Region 2 RVP.
- Sec. 2. The Association's Executive Committee shall interview the NAR Region 2 RVP candidate(s) from New Jersey who self-certifies that they meet the eligibility requirements of the NAR Credentials and Campaign Rules Committee ("CCRC") and shall recommend and present the candidate(s) to the Association's Board of Directors for endorsement when appropriate. The recommendations of the Executive Committee shall be circulated to the Association's Board of Directors for endorsement thirty (30) days prior to any vote.
- Sec. 3. The Association shall endorse candidates in accordance with the CCRC rules and regulations.
- Sec. 4. The Association is not responsible for financing any campaigns for candidates seeking the position of NAR Region 2 RVP.
- Sec. 5. In the event that the current NAR Region 2 RVP is unable or unwilling to serve, the process for selecting an alternate shall be governed by the CCRC.

Sec. 6. The provisions of this Article XXI are subject to change in accordance with NAR governing documents and the rules and regulations promulgated by the CCRC and/or any other authority designated by NAR to govern the selection of the NAR Region 2 RVP.

ARTICLE XXI- Counsel

Sec. 1. The Board of Directors shall have the authority to retain such legal assistance, as it deems necessary to the best interest of the Association.

ARTICLE XXII- Committees

Sec. 1. Except for the Nominating Committee described in Article IX, the President shall establish and appoint members to such standing and special committees as he or she may deem necessary or appropriate in order to conduct the business of the Association subject to the approval of the Board of Directors.

Sec. 2. The action by any Committee shall be subject to the approval of the Board of Directors or the Executive Committee.

Sec. 3. The following shall be designated as standing Committees of the Association:

- Budget and Finance
- Bylaws
- Circle of Excellence Sales Award
- Communications
- Continuing Education
- Convention
- Equal Opportunity/Cultural Diversity
- Legal Affairs
- Legislative
- Member Perks
- Nominating
- Political Affairs
- Professional Standards
- Risk Management/License Law
- Strategic Planning

Sec. 4. The following shall be designated as Advisory Boards of the Association:

Committee Workgroup(s)
Past Presidents Advisory Board
Presidential Advisory Group(s)
Young Professionals Network Advisory Board
Any other Advisory Board deemed necessary by the Association's
elected officials.

Sec. 5. There shall be appointed by the President at his or her discretion Division Officers who shall make every effort to attend the meetings of the Committees under their assigned Division. The Divisions shall be as follows:

(A) Association Operations Division: Budget & Finance Committee, Bylaws Committee, Insurance Committee, Nominating Committee, Strategic Planning Committee, Young Professionals Network Advisory Board

(B) Communications and Public Relations Division: Communications Committee, Equal Opportunity & Cultural Diversity Committee, Member Perks

(C) Industry Advocacy Division: Issues Mobilization Fund, Legislative Committee, Political Affairs Committee, RPAC

(D) Professional Conduct Division: Legal Affairs Committee, Professional Standards Committee, Risk Management License Law Committee

(E) Professional Development Division: Circle of Excellence Sales Award, Convention Committee, Continuing Education Committee

Sec. 6. There shall be five (5) Regional Vice Presidents appointed by their designated Regions who shall serve a one (1) year term. The Regional Vice President positions will be filled in a rotating order of the Local Boards/Associations within the region. The Regions shall consist of the following Local Boards/Associations:

(A) Region 1: Cape May, Atlantic, Ocean City

(B) Region 2: NEXUS, Gloucester Salem, Cumberland

- (C) Region 3: North Central, Warren, Sussex
- (D) Region 4: Monmouth Ocean Regional, Metro Centre, CORE
- (E) Region 5: Liberty, Greater Bergen

Regions may be configured based on board mergers and/or board dissolution.

Sec. 7. There shall be a Leadership Team consisting of the President, President-Elect, First Vice President, Treasurer, the Immediate Past President and the Chief Executive Officer. The Chief Executive Officer shall serve without a vote.

Except for those actions specifically stated in the Bylaws as requiring approval of the Board of Directors or Executive Committee, the Leadership Team shall have the authority to act on behalf of the Board of Directors and Executive Committee to make policy and operational decisions for the Association between meetings of the Executive Committee and Board of Directors. The Leadership Team shall report its actions to the Executive Committee and the Board of Directors within five (5) days from the date such action was taken.

The Leadership Team shall meet upon the call of the President or a majority of other voting members stating the purpose, time and place of the meeting. A majority of the voting members of the Leadership Team shall constitute a quorum. The affirmative vote of at least three members shall be required to adopt any resolution or authorize action on any item submitted to a vote of the Leadership Team.

Any member of the Leadership Team may participate in any meeting through use of a conference telephone or similar communications equipment by means of which all persons participating in the meeting can participate. Such participation in a meeting shall constitute presence in person at the meeting.

The Leadership Team may take any action, which it could take at a meeting of the Leadership Team without a meeting if consent in writing, setting forth the action so taken, is signed by all the voting members of the Leadership Team. Such consent may be signed in counterpart.

ARTICLE XXIII- Order of Business

- Sec. 1. The order of business of meetings of members of the Association, the Board of Directors, the Executive Committee, and all other Committees except when otherwise provided, shall be:
- | | |
|--------------------------|---------------------------------------|
| Call to Order | Reports of Committees |
| Verification of a Quorum | Old Business |
| Taking the Roll | New Business |
| Approval of Minutes | Election of Officers (if appropriate) |
| Consent Agenda | Approval of Budget (if appropriate) |
| Report of Officers | |
- Sec. 2. All motions must be made in writing if the presiding officer so requests, or if the request is by the majority vote of the members present at any meeting.
- Sec. 3. Robert’s Rules of Order, latest edition, shall be recognized as the authority governing all meetings and conferences when not in conflict with the Bylaws of the Association.

ARTICLE XXIV- Adoption, Amendment and Repeal of Bylaws

- Sec. 1. Bylaws may be adopted, amended and repealed at any meeting of the Board of Directors by a two-thirds vote of the Directors present, provided the substance of the proposed amendments shall have been submitted to the Local Board/Associations and the members of the Board of Directors at least thirty (30) days in advance of their adoption.
- Sec. 2. Amendments of these Bylaws affecting the admission or qualifications of Realtor® Members, Realtor-Associate® Members and Institute Affiliate Members, the use of the terms Realtor®, Realtors®, or Realtor-Associate®, or any alteration in the territorial jurisdiction of a Local Board/Association shall become effective upon the approval of the Board of Directors of the National Association of Realtors®. All proposed changes to the Association’s Bylaws must be submitted to the Bylaws Committee for review and recommendation before being submitted to the Board of Directors.

ARTICLE XXV- Dissolution

- Sec. 1. Upon the dissolution or winding up of the affairs of the Association, the Board of Directors, after providing for payment of all obligations, shall

distribute any remaining assets, within its discretion, to any nonprofit and tax exempt organization.

ARTICLE XXVI- Indemnification

Sec. 1. For the purposes of this Article, all definitions set forth in N.J.S.A.15A: 34, as amended from time to time, shall apply.

Sec. 2. Each corporate agent of the Association shall be indemnified by the Association to the full extent permitted by N.J.S.A. 15A: 3-4, as amended from time to time, in connection with any action, suit or proceeding to which he or she may be a party by reason of his or her being or having been a corporate agent of the Association, such indemnification shall include, without limitation, indemnification against the actual amount of net loss including counsel fees, reasonably incurred by or imposed upon him or her in connection with such action, except as to matters for which he or she shall be ultimately found in such actions to be liable for gross negligence or willful misconduct.

In the event of any settlement of such a case, indemnification shall be provided only in connection with such matters covered by the settlement as to which the Association is advised by counsel that the person to be indemnified had not been guilty of gross negligence or willful misconduct.

Sec. 3. Any corporate agent may be insured by Insurance purchased and maintained by the Association against any expenses incurred in any such proceeding and any liabilities asserted against the corporate agent in the capacity as corporate agent, whether or not the Association would have the power to indemnify such corporate agent under N.J.S.A. 15A: 3-4, as amended.

Sec. 4. The ARTICLE XXVI, is subject to N.J.S.A. 15A: 3-4 and any success or statute thereto. Nothing in this Article shall be construed so as to conflict with or violate the terms of N.J.S.A. 15A: 3-4. Any and all requests for indemnification under this Article shall be made, and shall be heard and decided by the Board of Directors in accordance with the applicable terms of N.J.S.A. 15A: 3-4.