## **SENATE BILL 215**

**Unofficial Copy** HB 249/99 - JUD 2000 Regular Session 0lr1457 CF 0lr1458

By: Chairman, Judicial Proceedings Committee (Maryland Judicial Conference)

Introduced and read first time: January 25, 2000

Assigned to: Judicial Proceedings

Docident Agents Service

## A BILL ENTITLED

1	AN	ACT	concerning
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2	Resident Agents - Service

- 3 FOR the purpose of allowing certain units of the State government and political
- subdivisions and other local entities to file with the Department of Assessments 4
- 5 and Taxation the names, addresses, designations, and written consents of
- 6 persons on whom process and notice may be served on behalf of the entities;
- 7 providing for a change of address of a resident agent under certain
- circumstances; authorizing a resident agent to resign under certain 8
- 9 circumstances; specifying that there is no charge for these filings; providing for
- 10 the effect of these filings; providing for the effect of service on a resident agent;
- providing for the construction of this Act; providing for the effective date of this 11
- 12 Act; and generally relating to resident agents for certain governmental agencies.
- 13 BY adding to
- Article 24 Political Subdivisions Miscellaneous Provisions 14
- 15 Section 1-109
- 16 Annotated Code of Maryland
- 17 (1998 Replacement Volume and 1999 Supplement)
- BY repealing and reenacting, with amendments, 18
- 19 Article - Corporations and Associations
- 20 Section 1-401(a)
- 21 Annotated Code of Maryland
- 22 (1999 Replacement Volume)
- 23 BY adding to
- 24 Article - State Government
- 25 Section 6-109
- 26 Annotated Code of Maryland
- 27 (1999 Replacement Volume)

- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
   MARYLAND, That the Laws of Maryland read as follows:
   Article 24 Political Subdivisions Miscellaneous Provisions
- 4 1-109.
- 5 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 6 INDICATED.
- 7 (2) "DEPARTMENT" MEANS THE DEPARTMENT OF ASSESSMENTS AND 8 TAXATION.
- 9 (3) "GOVERNING BODY" MEANS THE BOARD OF COMMISSIONERS, 10 COUNTY OR MUNICIPAL COUNCIL, BOARD OF DIRECTORS, OR OTHER GOVERNING 11 BODY OF A LOCAL ENTITY.
- 12 (4) "LOCAL ENTITY" MEANS A COUNTY, MUNICIPAL CORPORATION, 13 BICOUNTY OR MULTICOUNTY AGENCY, PUBLIC AUTHORITY, SPECIAL TAXING
- 14 DISTRICT, OR OTHER POLITICAL SUBDIVISION OR UNIT OF A POLITICAL SUBDIVISION 15 OF THIS STATE.
- 16 (B) (1) A LOCAL ENTITY MAY DESIGNATE A CITIZEN OF THIS STATE WHO
  17 RESIDES IN THE STATE, A MARYLAND CORPORATION, OR AN OFFICER OF THE LOCAL
  18 ENTITY AS ITS RESIDENT AGENT BY FILING FOR RECORD WITH THE DEPARTMENT:
- 19 (I) A CERTIFICATION OF THE PERSON WHOM THE CHARTER OF 20 THE LOCAL ENTITY AUTHORIZES TO ACCEPT SERVICE OF PROCESS FOR THE LOCAL 21 ENTITY; OR
- 22 (II) IF THE CHARTER DOES NOT DESIGNATE A PERSON FOR 23 SERVICE, A CERTIFIED COPY OF A RESOLUTION OF THE LOCAL ENTITY'S GOVERNING 24 BODY THAT AUTHORIZES THE DESIGNATION.
- 25 (2) IF A LOCAL ENTITY CHANGES ITS RESIDENT AGENT, THE LOCAL 26 ENTITY MAY FILE FOR RECORD WITH THE DEPARTMENT:
- 27 (I) A CERTIFICATION OF THE PERSON WHOM THE CHARTER OF 28 THE LOCAL ENTITY AUTHORIZES TO ACCEPT SERVICE OF PROCESS FOR THE LOCAL 29 ENTITY; OR
- 30 (II) IF THE CHARTER DOES NOT DESIGNATE A PERSON FOR 31 SERVICE, A CERTIFIED COPY OF A RESOLUTION OF THE LOCAL ENTITY'S GOVERNING 32 BODY THAT AUTHORIZES THE DESIGNATION.
- 33 (3) A LOCAL ENTITY MAY CHANGE THE ADDRESS FOR ITS RESIDENT
  34 AGENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF THE
  25 CHANGE SIGNED BY THE CHARMAN OF OTHER PRINCIPAL OFFICER OF ITS
- 35 CHANGE SIGNED BY THE CHAIRMAN OR OTHER PRINCIPAL OFFICER OF ITS
- 36 GOVERNING BODY.

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(C) 1 (1) A RESIDENT AGENT WHOSE ADDRESS CHANGES MAY NOTIFY THE 2 DEPARTMENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF 3 THE CHANGE SIGNED BY OR FOR THE RESIDENT AGENT. A RESIDENT AGENT MAY RESIGN BY FILING WITH THE DEPARTMENT 5 A STATEMENT OF RESIGNATION. 6 (D) THERE IS NO FEE FOR A FILING UNDER THIS SECTION. 7 A DESIGNATION, CHANGE OF AGENT, CHANGE OF ADDRESS, OR 8 RESIGNATION IS EFFECTIVE AS PROVIDED IN THE CORPORATIONS AND ASSOCIATIONS ARTICLE FOR A CORPORATE RESIDENT AGENT. 10 (F) (1) SERVICE OF PROCESS ON A RESIDENT AGENT OF A LOCAL ENTITY 11 CONSTITUTES EFFECTIVE SERVICE OF PROCESS UNDER THE MARYLAND RULES ON 12 THE LOCAL ENTITY IN AN ACTION, SUIT, OR PROCEEDING THAT IS PENDING, FILED, 13 OR INSTITUTED AGAINST THE LOCAL ENTITY. 14 ANY NOTICE REQUIRED BY LAW TO BE SERVED BY PERSONAL (2) 15 SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A LOCAL ENTITY 16 MAY BE SERVED IN THE MANNER PROVIDED BY THE MARYLAND RULES RELATING TO 17 SERVICE OF PROCESS ON LOCAL ENTITIES. SERVICE UNDER THE MARYLAND RULES IS EQUIVALENT TO 18 19 PERSONAL SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A 20 LOCAL ENTITY. 21 **Article - Corporations and Associations** 22 1-401. 23 Service of process on the resident agent of a corporation, partnership, (a) 24 limited partnership, limited liability partnership, limited liability company, or real 25 estate investment trust, or any other person [binds] CONSTITUTES EFFECTIVE 26 SERVICE OF PROCESS UNDER THE MARYLAND RULES ON the corporation, 27 partnership, limited partnership, limited liability partnership, limited liability 28 company, or real estate investment trust, or other person in any action, suit, or 29 proceeding which is pending, filed, or instituted against it under the provisions of this 30 article. 31 **Article - State Government** 32 6-109. 33 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 34 INDICATED. 35 "DEPARTMENT" MEANS THE DEPARTMENT OF ASSESSMENTS AND (2) 36 TAXATION.

- 1 (3) "GOVERNING BODY" MEANS THE HEAD, BOARD, COUNCIL, BOARD OF 2 DIRECTORS, OR OTHER GOVERNING BODY OF A STATE AGENCY.
- 3 (B) (1) A STATE AGENCY NOT REPRESENTED BY THE ATTORNEY GENERAL
- 4 MAY DESIGNATE A CITIZEN OF THIS STATE WHO RESIDES IN THIS STATE. A
- 5 MARYLAND CORPORATION, OR AN OFFICER OF THE STATE AGENCY AS ITS RESIDENT
- 6 AGENT AND CHANGE ITS RESIDENT AGENT BY FILING FOR RECORD WITH THE
- 7 DEPARTMENT A CERTIFIED COPY OF A RESOLUTION OF ITS GOVERNING BODY THAT
- 8 AUTHORIZES THE DESIGNATION OR CHANGE.
- 9 (2) A STATE AGENCY MAY CHANGE THE ADDRESS FOR ITS RESIDENT
- 10 AGENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF THE
- 11 CHANGE SIGNED BY THE CHAIRMAN OR OTHER PRINCIPAL OFFICER OF ITS
- 12 GOVERNING BODY.
- 13 (C) (1) A RESIDENT AGENT WHOSE ADDRESS CHANGES MAY NOTIFY THE
- 14 DEPARTMENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF
- 15 THE CHANGE SIGNED BY OR FOR THE RESIDENT AGENT.
- 16 (2) A RESIDENT AGENT MAY RESIGN BY FILING WITH THE DEPARTMENT 17 A STATEMENT OF RESIGNATION.
- 18 (D) THERE IS NO FEE FOR A FILING UNDER THIS SECTION.
- 19 (E) A DESIGNATION, CHANGE OF AGENT, CHANGE OF ADDRESS, OR
- 20 RESIGNATION IS EFFECTIVE AS PROVIDED IN THE CORPORATIONS AND
- 21 ASSOCIATIONS ARTICLE FOR A CORPORATE RESIDENT AGENT.
- 22 (F) (1) SERVICE OF PROCESS ON A RESIDENT AGENT OF A STATE AGENCY
- 23 CONSTITUTES EFFECTIVE SERVICE OF PROCESS UNDER THE MARYLAND RULES ON
- 24 THE STATE AGENCY IN AN ACTION, SUIT, OR PROCEEDING THAT IS PENDING. FILED.
- 25 OR INSTITUTED AGAINST THE STATE AGENCY.
- 26 (2) ANY NOTICE REQUIRED BY LAW TO BE SERVED BY PERSONAL
- 27 SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A STATE AGENCY
- 28 MAY BE SERVED IN THE MANNER PROVIDED BY THE MARYLAND RULES RELATING TO
- 29 SERVICE OF PROCESS ON STATE AGENCIES.
- 30 (3) SERVICE UNDER THE MARYLAND RULES IS EQUIVALENT TO
- 31 PERSONAL SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A
- 32 STATE AGENCY.
- 33 SECTION 2. AND BE IT FURTHER ENACTED, That this Act does not affect a
- 34 designation, change, or resignation of a resident agent or a change of address for a
- 35 resident agent that may be on file with the Department of Assessments and Taxation
- 36 on the effective date of this Act.
- 37 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 38 July 1, 2001.