Unofficial Copy D3 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

Committee Report: Favorable Senate action: Adopted Read second time: February 16, 2000

CHAPTER_____

1 AN ACT concerning

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Resident Agents - Service

3 FOR the purpose of allowing certain units of the State government and political

4 subdivisions and other local entities to file with the Department of Assessments

- 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

8 circumstances; authorizing a resident agent to resign under certain

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;

11 providing for the construction of this Act; providing for the effective date of this

12 Act; and generally relating to resident agents for certain governmental agencies.

13 BY adding to

- 14 Article 24 Political Subdivisions Miscellaneous Provisions
- 15 Section 1-109
- 16 Annotated Code of Maryland
- 17 (1998 Replacement Volume and 1999 Supplement)

18 BY repealing and reenacting, with amendments,

- 19 Article Corporations and Associations
- 20 Section 1-401(a)
- 21 Annotated Code of Maryland
- 22 (1999 Replacement Volume)
- 23 BY adding to

1 Article - State Government

2 Section 6-109

3 Annotated Code of Maryland

4 (1999 Replacement Volume)

5 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 6 MARYLAND, That the Laws of Maryland read as follows:

7

Article 24 - Political Subdivisions - Miscellaneous Provisions

8 1-109.

9 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 10 INDICATED.

11(2)"DEPARTMENT" MEANS THE DEPARTMENT OF ASSESSMENTS AND12 TAXATION.

13 (3) "GOVERNING BODY" MEANS THE BOARD OF COMMISSIONERS,
14 COUNTY OR MUNICIPAL COUNCIL, BOARD OF DIRECTORS, OR OTHER GOVERNING
15 BODY OF A LOCAL ENTITY.

16 (4) "LOCAL ENTITY" MEANS A COUNTY, MUNICIPAL CORPORATION,
17 BICOUNTY OR MULTICOUNTY AGENCY, PUBLIC AUTHORITY, SPECIAL TAXING
18 DISTRICT, OR OTHER POLITICAL SUBDIVISION OR UNIT OF A POLITICAL SUBDIVISION
19 OF THIS STATE.

20 (B) (1) A LOCAL ENTITY MAY DESIGNATE A CITIZEN OF THIS STATE WHO 21 RESIDES IN THE STATE, A MARYLAND CORPORATION, OR AN OFFICER OF THE LOCAL 22 ENTITY AS ITS RESIDENT AGENT BY FILING FOR RECORD WITH THE DEPARTMENT:

(I) A CERTIFICATION OF THE PERSON WHOM THE CHARTER OF
 THE LOCAL ENTITY AUTHORIZES TO ACCEPT SERVICE OF PROCESS FOR THE LOCAL
 ENTITY; OR

26 (II) IF THE CHARTER DOES NOT DESIGNATE A PERSON FOR
27 SERVICE, A CERTIFIED COPY OF A RESOLUTION OF THE LOCAL ENTITY'S GOVERNING
28 BODY THAT AUTHORIZES THE DESIGNATION.

29 (2) IF A LOCAL ENTITY CHANGES ITS RESIDENT AGENT, THE LOCAL30 ENTITY MAY FILE FOR RECORD WITH THE DEPARTMENT:

31 (I) A CERTIFICATION OF THE PERSON WHOM THE CHARTER OF
 32 THE LOCAL ENTITY AUTHORIZES TO ACCEPT SERVICE OF PROCESS FOR THE LOCAL
 33 ENTITY; OR

(II) IF THE CHARTER DOES NOT DESIGNATE A PERSON FOR
SERVICE, A CERTIFIED COPY OF A RESOLUTION OF THE LOCAL ENTITY'S GOVERNING
BODY THAT AUTHORIZES THE DESIGNATION.

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(3) A LOCAL ENTITY MAY CHANGE THE ADDRESS FOR ITS RESIDENT
 AGENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF THE
 CHANGE SIGNED BY THE CHAIRMAN OR OTHER PRINCIPAL OFFICER OF ITS
 GOVERNING BODY.

5 (C) (1) A RESIDENT AGENT WHOSE ADDRESS CHANGES MAY NOTIFY THE
6 DEPARTMENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF
7 THE CHANGE SIGNED BY OR FOR THE RESIDENT AGENT.

8 (2) A RESIDENT AGENT MAY RESIGN BY FILING WITH THE DEPARTMENT 9 A STATEMENT OF RESIGNATION.

10 (D) THERE IS NO FEE FOR A FILING UNDER THIS SECTION.

(E) A DESIGNATION, CHANGE OF AGENT, CHANGE OF ADDRESS, OR
 RESIGNATION IS EFFECTIVE AS PROVIDED IN THE CORPORATIONS AND
 ASSOCIATIONS ARTICLE FOR A CORPORATE RESIDENT AGENT.

14 (F) (1) SERVICE OF PROCESS ON A RESIDENT AGENT OF A LOCAL ENTITY
15 CONSTITUTES EFFECTIVE SERVICE OF PROCESS UNDER THE MARYLAND RULES ON
16 THE LOCAL ENTITY IN AN ACTION, SUIT, OR PROCEEDING THAT IS PENDING, FILED,
17 OR INSTITUTED AGAINST THE LOCAL ENTITY.

(2) ANY NOTICE REQUIRED BY LAW TO BE SERVED BY PERSONAL
 SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A LOCAL ENTITY
 MAY BE SERVED IN THE MANNER PROVIDED BY THE MARYLAND RULES RELATING TO
 SERVICE OF PROCESS ON LOCAL ENTITIES.

(3) SERVICE UNDER THE MARYLAND RULES IS EQUIVALENT TO
PERSONAL SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A
LOCAL ENTITY.

25

Article - Corporations and Associations

26 1-401.

27 (a) Service of process on the resident agent of a corporation, partnership,

28 limited partnership, limited liability partnership, limited liability company, or real

29 estate investment trust, or any other person [binds] CONSTITUTES EFFECTIVE

30 SERVICE OF PROCESS UNDER THE MARYLAND RULES ON the corporation,

31 partnership, limited partnership, limited liability partnership, limited liability

32 company, or real estate investment trust, or other person in any action, suit, or

33 proceeding which is pending, filed, or instituted against it under the provisions of this

34 article.

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Article - State Government

2 6-109.

3 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 4 INDICATED.

5 (2) "DEPARTMENT" MEANS THE DEPARTMENT OF ASSESSMENTS AND 6 TAXATION.

7 (3) "GOVERNING BODY" MEANS THE HEAD, BOARD, COUNCIL, BOARD OF 8 DIRECTORS, OR OTHER GOVERNING BODY OF A STATE AGENCY.

9 (B) (1) A STATE AGENCY NOT REPRESENTED BY THE ATTORNEY GENERAL
10 MAY DESIGNATE A CITIZEN OF THIS STATE WHO RESIDES IN THIS STATE, A
11 MARYLAND CORPORATION, OR AN OFFICER OF THE STATE AGENCY AS ITS RESIDENT
12 AGENT AND CHANGE ITS RESIDENT AGENT BY FILING FOR RECORD WITH THE
13 DEPARTMENT A CERTIFIED COPY OF A RESOLUTION OF ITS GOVERNING BODY THAT
14 AUTHORIZES THE DESIGNATION OR CHANGE.

(2) A STATE AGENCY MAY CHANGE THE ADDRESS FOR ITS RESIDENT
 AGENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF THE
 CHANGE SIGNED BY THE CHAIRMAN OR OTHER PRINCIPAL OFFICER OF ITS
 GOVERNING BODY.

19(C)(1)A RESIDENT AGENT WHOSE ADDRESS CHANGES MAY NOTIFY THE20DEPARTMENT BY FILING FOR RECORD WITH THE DEPARTMENT A STATEMENT OF21THE CHANGE SIGNED BY OR FOR THE RESIDENT AGENT.

22 (2) A RESIDENT AGENT MAY RESIGN BY FILING WITH THE DEPARTMENT 23 A STATEMENT OF RESIGNATION.

24 (D) THERE IS NO FEE FOR A FILING UNDER THIS SECTION.

(E) A DESIGNATION, CHANGE OF AGENT, CHANGE OF ADDRESS, OR
RESIGNATION IS EFFECTIVE AS PROVIDED IN THE CORPORATIONS AND
ASSOCIATIONS ARTICLE FOR A CORPORATE RESIDENT AGENT.

28 (F) (1) SERVICE OF PROCESS ON A RESIDENT AGENT OF A STATE AGENCY
29 CONSTITUTES EFFECTIVE SERVICE OF PROCESS UNDER THE MARYLAND RULES ON
30 THE STATE AGENCY IN AN ACTION, SUIT, OR PROCEEDING THAT IS PENDING, FILED,
31 OR INSTITUTED AGAINST THE STATE AGENCY.

(2) ANY NOTICE REQUIRED BY LAW TO BE SERVED BY PERSONAL
SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A STATE AGENCY
MAY BE SERVED IN THE MANNER PROVIDED BY THE MARYLAND RULES RELATING TO
SERVICE OF PROCESS ON STATE AGENCIES.

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1 (3) SERVICE UNDER THE MARYLAND RULES IS EQUIVALENT TO 2 PERSONAL SERVICE ON A RESIDENT AGENT OR OTHER AGENT OR OFFICER OF A 3 STATE AGENCY.

4 SECTION 2. AND BE IT FURTHER ENACTED, That this Act does not affect a 5 designation, change, or resignation of a resident agent or a change of address for a 6 resident agent that may be on file with the Department of Assessments and Taxation 7 on the effective date of this Act.

8 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 9 July 1, 2001.