

Department of Legislative Services
Maryland General Assembly

FISCAL NOTE

Revised

Senate Bill 728 (Senator Bromwell)

Finance

**Title Insurance Agents or Brokers - Certificates of Qualification - Controlling
Owner of Corporation**

Under current law, if an applicant for a certificate of qualification as a title insurance agent or broker is a corporation, each controlling owner of the corporation must hold a certificate of qualification to act as a title insurance agent or broker. For purposes of this requirement, this bill specifies that a person is not considered a controlling owner if the person: (1) is a stockholder; (2) does not manage or have day-to-day control over the operation of the corporation; and (3) is not an officer, director, or employee of the corporation who in any other way renders services for the corporation for which the person is compensated by the corporation.

Fiscal Summary

State Effect: None. The bill would not materially affect the finances of the Maryland Insurance Administration.

Local Effect: None.

Small Business Effect: Potential minimal.

Information Source(s): Maryland Insurance Administration, Department of Legislative Services

Fiscal Note History: First Reader - March 11, 1998

nncs Revised - Senate Third Reader - April 3, 1998

Analysis by: Sarah Dickerson

Reviewed by: John Rixey

Direct Inquiries to:

John Rixey, Coordinating Analyst

(410) 841-3710

(301) 858-3710