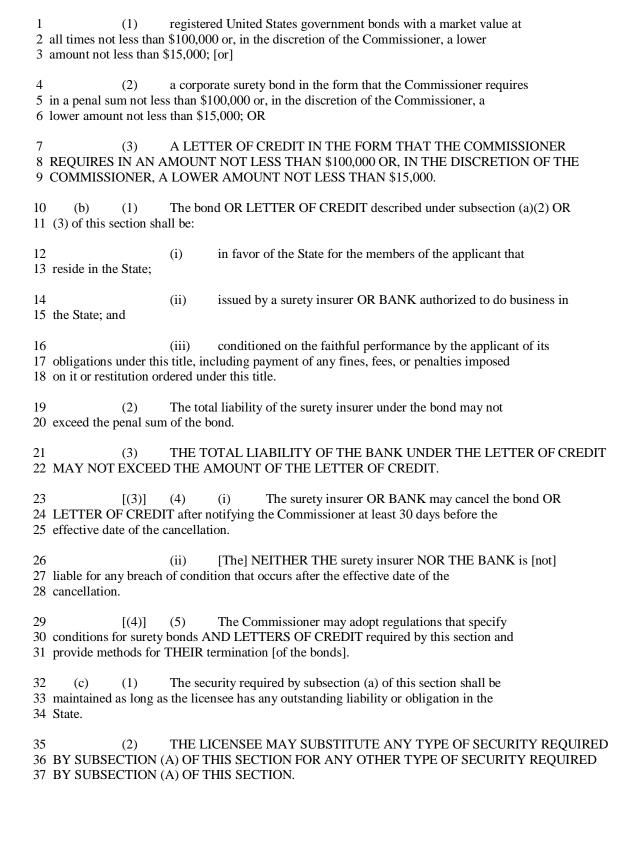
Unofficial Copy C4 2002 Regular Session 2lr2580 CF 2lr2579

By: Senator Astle Introduced and read first time: February 1, 2002 Assigned to: Finance  Committee Report: Favorable Senate action: Adopted Read second time: March 13, 2002	
1 AN ACT concerning	
2 Motor Clubs - Required Security	- Letters of Credit
3 FOR the purpose of authorizing an applicant for a license to provide motor club 4 service, in addition to other types of security, to deposit a certain letter of credit 5 in a certain amount as the security required for the license; providing for the 6 conditions of, liability under, and cancellation of the letters of credit; authorizing 7 the Insurance Commissioner to adopt certain regulations relating to letters of 8 credit; authorizing a motor club licensed by the Commissioner to substitute one 9 type of required security for another type of required security; and generally 10 relating to letters of credit and required security for motor clubs.	
<ul> <li>BY repealing and reenacting, with amendments,</li> <li>Article - Insurance</li> <li>Section 26-204</li> <li>Annotated Code of Maryland</li> <li>(1997 Volume and 2001 Supplement)</li> </ul>	
16 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEM 17 MARYLAND, That the Laws of Maryland read as follows:	MBLY OF
18 Article - Insurance	
19 26-204.	
20 (a) An applicant for a license shall deposit with the Treasurer, who shall 21 maintain in trust:	

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- 1 [(2)] (3) On proof satisfactory to the Commissioner that the licensee has 2 stopped doing business and that all of the licensee's liabilities and obligations have
- 3 been satisfied, the Commissioner shall authorize the Treasurer to return the security
- 4 to the licensee.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 5
- 6 October 1, 2002.