Unofficial Copy C1

By: Chairman, Economic Matters Committee (By Request - Departmental -Assessments and Taxation) Introduced and read first time: February 2, 2004

Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

Business Entities - Recordation of Documents

3 FOR the purpose of repealing the requirement that the State Department of

- 4 Assessments and Taxation return certain documents filed for record by certain
- 5 business entities; repealing the requirement that the Department record certain
- 6 previously unrecorded and unfiled documents; repealing the requirement that
- 7 the Department issue a certificate of registration for certain foreign business
- 8 entities; and requiring the Department to send a certain acknowledgment to
- 9 certain persons after recording certain documents.

10 BY repealing and reenacting, with amendments,

- 11 Article Corporations and Associations
- 12 Section 1-202, 1-205, 4A-207, 4A-1003, 9A-1002, 9A-1102, 10-206, and 13 10-903
- 14 Annotated Code of Maryland
- 15 (1999 Replacement Volume and 2003 Supplement)

16 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

17 MARYLAND, That the Laws of Maryland read as follows:

18

2

Article - Corporations and Associations

19 1-202.

20 When the Department accepts for record any charter document or any document

- 21 designating or changing the name or address of a resident agent or principal office of 22 a Maryland corporation, the Department shall:
- 23 (1) Endorse on the document its acceptance for record and the date and 24 time of acceptance:
- 25 (2) Record promptly the document with its corporate records; and

HOUSE BILL 536

1 (3) [Return the document] SEND AN ACKNOWLEDGMENT to the 2 corporation, its attorney, or its agent STATING THE DATE AND TIME THAT THE 3 DOCUMENT WAS ACCEPTED FOR RECORD.

4 1-205.

5 [(a)] The Department may refuse to accept for record or filing any charter 6 document of a Maryland corporation, unless the original or a certified copy of all prior 7 charter documents not previously recorded or filed are delivered to the Department 8 for record, together with any affidavit or certificate of completeness required by the 9 Department.

10 [(b) The Department shall record without additional charge these previously 11 unrecorded and unfiled documents and then return them to the corporation, its 12 attorney, or its agent.]

13 4A-207.

14 (a) (1) The Department may not accept for record or filing any document of 15 a limited liability company that does not conform with law.

16 (2) Any document which purports to be acknowledged may be treated by 17 the Department as properly acknowledged.

18 (b) The Department may not accept for record or filing any articles,

19 certificate, qualification, registration, change of resident agent or principal office,

20 report, service of process or notice, or other document until all required recording,

21 filing, and other fees have been paid to the Department.

(c) When the Department accepts for record any articles, certificate, or otherdocument, the Department shall:

24 (1) Endorse on the document its acceptance for record and the date and 25 time of acceptance;

26 (2) Record promptly the document; and

(3) [Return the document] SEND AN ACKNOWLEDGMENT to the limited
liability company, its attorney, or its agent STATING THE DATE AND TIME THAT THE
DOCUMENT WAS ACCEPTED FOR RECORD.

30 4A-1003.

31 If the Department finds that an application for registration meets the 32 requirements of this title and all required fees have been paid, it shall:

33 (1) Endorse on the application the date and time of its acceptance for 34 record;

35 (2) Record promptly the document; AND

2

HOUSE BILL 536

(3) [Issue a certificate of registration to do business in this State; and

2 (4) Return the certificate of registration] SEND AN ACKNOWLEDGMENT
3 to the person who filed the application or a representative of the person who filed the
4 application STATING THE DATE AND TIME THAT THE DOCUMENT WAS ACCEPTED FOR
5 RECORD.

6 9A-1002.

7 (a) The Department may not accept for record or filing any document of a8 limited liability partnership that does not conform with law.

9 (b) Any document which purports to be acknowledged may be treated by the 10 Department as properly acknowledged.

(c) The Department may not accept for record or filing any certificates,
qualification, registration, change of resident agent or principal office, report, service
of process or notice, or other document until all required recording, filing, and other
fees have been paid to the Department.

15 (d) When the Department accepts for record any certificate or other document,16 the Department shall:

17 (1) Endorse on the document its acceptance for record and the date and 18 time of acceptance;

19 (2) Record promptly the document; and

20 (3) [Return the document] SEND AN ACKNOWLEDGMENT to the limited 21 liability partnership, its attorney, or its agent STATING THE DATE AND TIME THAT 22 THE DOCUMENT WAS ACCEPTED FOR RECORD.

23 9A-1102.

If the Department finds that an application for registration meets the requirements of this subtitle and all required fees have been paid, it shall:

26 (1) Endorse on the application the date and time of its acceptance for

27 record;

28 (2) Record promptly the document; AND

29 (3) [Issue a certificate of registration to do business in this State; and

30 (4) Return the certificate of registration] SEND AN ACKNOWLEDGMENT

31 to the person who filed the application or a representative of the person who filed the

32 application STATING THE DATE AND TIME THAT THE DOCUMENT WAS ACCEPTED FOR

33 RECORD.

3

1

HOUSE BILL 536

1 10-206.

2 (a) An executed copy of each certificate required by this subtitle, or of any 3 judicial decree of amendment or cancellation, shall be filed with the Department. 4 However, the Department may not accept for record any certificate or decree that 5 does not meet the requirements of this title. A person who executes a certificate as an 6 agent or fiduciary need not exhibit evidence of that person's authority as a prerequisite to filing. The Department may not accept for record or filing any 7 8 certificate, decree, qualification, registration, change of resident agent or principal 9 office, report, service of process or notice, or other document until all required fees 10 have been paid to the Department. When the Department accepts for record any certificate, the Department 11 (b) 12 shall: 13 (1)Endorse on the document its acceptance for record and the date and 14 time of acceptance; 15 (2)Record promptly the document; and 16 [Return the document] SEND AN ACKNOWLEDGMENT to the (3)partnership, its attorney, or its agent STATING THE DATE AND TIME THAT THE 17 18 DOCUMENT WAS ACCEPTED FOR RECORD. 19 10-903. 20 If the Department finds that an application for registration meets the 21 requirements of this title and all required fees have been paid, it shall:

22 (1) Endorse on the application the date and time of its acceptance for 23 record;

24 (2) Record promptly the document; AND

25 (3) [Issue a certificate of registration to do business in this State; and

26 (4) Return the certificate of registration] SEND AN ACKNOWLEDGMENT 27 to the person who filed the application or his representative STATING THE DATE AND

28 TIME THAT THE DOCUMENT WAS ACCEPTED FOR RECORD.

29 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 30 July 1, 2004.

4