

SENATE BILL 878

P5

EMERGENCY BILL

1lr0610

By: **The President (By Request – Department of Legislative Services)**

Introduced and read first time: February 9, 2021

Assigned to: Rules

Committee Report: Favorable

Senate action: Adopted

Read second time: February 18, 2021

CHAPTER _____

1 AN ACT concerning

2 **Annual Curative Bill**

3 FOR the purpose of generally curing previous Acts of the General Assembly with possible
4 title defects; authorizing, rather than requiring, the Board of License Commissioners
5 for Anne Arundel County to revoke a certain license after a finding that a certain
6 activity has occurred; providing that certain stockholders' rights of inspection do not
7 apply to holders of certain stock; providing that approval of stockholders is not
8 required for certain transfers of stock; requiring certain consolidations, mergers,
9 share exchanges, or transfers of assets by certain Maryland corporations to be
10 approved in a certain manner; making this Act an emergency measure; and generally
11 repealing and reenacting without amendments certain Acts of the General Assembly
12 that may be subject to possible title defects in order to validate those Acts.

13 BY repealing and reenacting, without amendments,

14 Article – Alcoholic Beverages

15 Section 11–2104

16 Annotated Code of Maryland

17 (2016 Volume and 2020 Supplement)

18 BY repealing and reenacting, without amendments,

19 Article – Corporations and Associations

20 Section 2–513(a), 3–104(a), 3–105(a)(8), and 5–648(b)

21 Annotated Code of Maryland

22 (2014 Replacement Volume and 2020 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



BY repealing and reenacting, without amendments,
Article – Correctional Services
Section 9–609.1(c)
Annotated Code of Maryland
(2017 Replacement Volume and 2020 Supplement)

BY repealing and reenacting, without amendments,
Article – Criminal Law
Section 10–110(f)
Annotated Code of Maryland
(2012 Replacement Volume and 2020 Supplement)

BY repealing and reenacting, without amendments,
Article – Insurance
Section 15–130(a)
Annotated Code of Maryland
(2017 Replacement Volume and 2020 Supplement)

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

Article – Alcoholic Beverages

11–2104.

(a) This section applies only to an entertainment facility license issued under § 11–1005 of this title.

(b) Notwithstanding the mandatory revocation requirement for local licensing boards under § 4–605(a) of this article, after a finding that an activity listed in § 4–605 of this article has occurred, the Board may revoke the license.

DRAFTER’S NOTE:

Error: Purpose paragraph of bill being cured failed to accurately describe the changes made by the bill.

Occurred: Chapter 626 (Senate Bill 126) of the Acts of 2020.

Article – Corporations and Associations

2–513.

(a) Unless the charter of a corporation provides otherwise by reference to this section or the subject matter of this section, this section does not apply, in whole or in part, to holders of any shares or any class or series of stock, other than common stock, that is classified or reclassified by articles of supplementary, or created by articles of incorporation

or an amendment to the charter, accepted for record by the Department on or after October 1, 2020.

DRAFTER'S NOTE:

Error: Purpose paragraph of bill being cured failed to accurately describe the changes made by the bill.

Occurred: Chapters 292 and 293 (House Bill 668/Senate Bill 469) of the Acts of 2020. 3–104.

(a) Notwithstanding any other provision of this subtitle, unless the charter or bylaws of a corporation provide otherwise by reference to this section or the subject matter of this section, the approval of the stockholders is not required for any:

(1) Transfer of assets by a corporation in the ordinary course of business actually conducted by it or as a distribution as defined in § 2–301 of this article;

(2) Mortgage, pledge, or creation of any other security interest in any or all of the assets of a corporation, whether or not in the ordinary course of its business;

(3) Transfer of assets by a corporation to one or more persons if all of the equity interests of the person or persons are owned, directly or indirectly, by the corporation;

(4) Transfer of assets by a corporation registered as an open–end investment company under the Investment Company Act of 1940, including a transfer between or among classes or series of stock of a corporation; or

(5) Transfer of assets by a corporation that is dissolved.

DRAFTER'S NOTE:

Error: Purpose paragraph of bill being cured failed to accurately describe the changes made by the bill.

Occurred: Chapters 292 and 293 (House Bill 668/Senate Bill 469) of the Acts of 2020. 3–105.

(a) A consolidation, merger, share exchange, or transfer of assets shall be approved in the manner provided by this section, except that:

(8) A consolidation, merger, or share exchange shall be approved by a Maryland corporation registered as an open–end investment company under the

Investment Company Act of 1940 only by a majority of the entire board of directors and in the manner and by the vote required under the Investment Company Act of 1940.

DRAFTER'S NOTE:

Error: Purpose paragraph of bill being cured failed to accurately describe the changes made by the bill.

Occurred: Chapters 292 and 293 (House Bill 668/Senate Bill 469) of the Acts of 2020. 5–648.

(b) On payment of the fees provided for in § 5–649 of this subtitle, the Department shall accept for record any articles or certificate filed with the Department under this section if the Department finds that the articles or certificate conform to the requirements of this subtitle.

DRAFTER'S NOTE:

Error: Function paragraph of bill being cured incorrectly indicated that § 5–647(b), rather than § 5–648(b), of the Corporations and Associations Article was being amended.

Occurred: Chapter 606 (House Bill 999) of the Acts of 2020.

Article – Correctional Services

9–609.1.

(c) On or before January 5, 2022, and each January 5 thereafter, the Department shall report to the General Assembly, in accordance with § 2–1257 of the State Government Article, the following information for the preceding calendar year:

(1) the number of identification cards issued to inmates under this section;

(2) the number of birth certificates obtained for inmates under this section, including the number of birth certificates obtained from each state;

(3) the number of Social Security cards obtained for inmates under this section; and

(4) the number of inmates released from a State correctional facility:

(i) with an identification card issued under § 12–301 of the Transportation Article;

(ii) without an identification card issued under § 12–301 of the Transportation Article;

- (iii) with a birth certificate obtained under this section;
- (iv) without a birth certificate obtained under this section;
- (v) with a Social Security card obtained under this section; and
- (vi) without a Social Security card obtained under this section.

DRAFTER'S NOTE:

Error: Function paragraph of bill being cured incorrectly indicated that § 12–301.1(c) of the Transportation Article, rather than § 9–609.1(c) of the Correctional Services Article, was being added.

Occurred: Chapter 514 (Senate Bill 77) of the Acts of 2020.

Article – Criminal Law

10–110.

(f) (1) A person who violates this section is subject to the penalties provided in this subsection.

(2) (i) A person who disposes of litter in violation of this section in an amount not exceeding 100 pounds or 27 cubic feet and not for commercial gain is guilty of a misdemeanor and on conviction is subject to imprisonment not exceeding 30 days or a fine not exceeding \$1,500 or both.

(ii) A person who disposes of litter in violation of this section in an amount exceeding 100 pounds or 27 cubic feet, but not exceeding 500 pounds or 216 cubic feet, and not for commercial gain is guilty of a misdemeanor and on conviction is subject to imprisonment not exceeding 1 year or a fine not exceeding \$12,500 or both.

(iii) A person who disposes of litter in violation of this section in an amount exceeding 500 pounds or 216 cubic feet or in any amount for commercial gain is guilty of a misdemeanor and on conviction is subject to imprisonment not exceeding 5 years or a fine not exceeding \$30,000 or both.

(3) In addition to the penalties provided under paragraph (2) of this subsection, a court may order the violator to:

(i) remove or render harmless the litter disposed of in violation of this section;

(ii) repair or restore any property damaged by, or pay damages for, the disposal of the litter in violation of this section;

(iii) perform public service relating to the removal of litter disposed of in violation of this section or to the restoration of an area polluted by litter disposed of in violation of this section; or

(iv) reimburse the State, county, municipal corporation, or bi-county unit for its costs incurred in removing the litter disposed of in violation of this section.

(4) (i) If a person is convicted of a violation under this section and the person used a motor vehicle in the commission of the violation, the court shall notify the Motor Vehicle Administration of the violation.

(ii) The Chief Judge of the District Court and the Administrative Office of the Courts, in conjunction with the Motor Vehicle Administration, shall establish uniform procedures for reporting a violation under this paragraph.

DRAFTER'S NOTE:

Error: Function paragraph of bill being cured incorrectly indicated that § 10–110(f) of the Criminal Law Article was being amended rather than shown without amendment.

Occurred: Chapter 160 (House Bill 1155) of the Acts of 2019.

Article – Insurance

15–130.

(a) (1) This section applies to:

(i) insurers and nonprofit health service plans that provide coverage for prescription drugs on an outpatient basis under health insurance policies or contracts that are issued or delivered in the State;

(ii) health maintenance organizations that provide coverage for prescription drugs on an outpatient basis under contracts that are issued or delivered in the State;

(iii) managed care organizations, as defined in § 15–101 of the Health – General Article, that provide coverage for prescription drugs on an outpatient basis under contracts that are issued or delivered in the State; and

(iv) to the extent consistent with State and federal law, third party administrators.

(2) This section does not apply to:

(i) short-term travel or accident-only policies;

(ii) short-term nonrenewable policies of not more than 3 months duration; or

(iii) any health maintenance organization that operates or maintains its own pharmacies and dispenses, on an annual basis, over 95% of prescription drugs on an outpatient basis to its enrollees at its own pharmacies.

DRAFTER'S NOTE:

Error: Function paragraph of bill being cured failed to indicate that § 15–130(a) of the Insurance Article was being amended.

Occurred: Chapter 525 (Senate Bill 99) of the Acts of 2020.

SECTION 2. AND BE IT FURTHER ENACTED, That the Drafter's Notes contained in this Act are not law and may not be considered to have been enacted as part of this Act.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health or safety, has been passed by a yea and nay vote supported by three-fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.