If there is a vacancy in the position of chairman of the Board, the Secretary [of Employment and Social Services] may appoint one of the associate members to be chairman, to serve as such for the remainder of the term to which [he] THAT MEMBER was appointed as an associate member, such appointment to be subject to the approval of the Governor.

The chairman and associate members of the Board of Appeals shall receive remuneration in such amount or amounts as may be fixed by the Standard Salary Board or its successor.

Any two members of the Board of Appeals shall constitute a quorum. No vacancy shall impair the right of the remaining members to exercise the powers conferred upon the Board of Appeals under the provisions of this Article.

[(b)] (C) The [Executive Director] SECRETARY shall establish two coordinate divisions: the Division of Employment Service, first created as the Maryland State Employment Service pursuant to § 13 of this article, and the Division of Unemployment Insurance. Each division shall be responsible for the discharge of its distinctive functions.

12.

(a) It shall be the duty of the [Executive Director] SECRETARY OF BABOR, EMPLOYMENT AND TRAINING to administer this article[; and he]. THE SECRETARY shall have power and authority to adopt, amend, or rescind such rules and regulations, to employ such persons, make such expenditures, require such reports, make such investigations, and take such other action as [he deems] IS necessary or suitable to that end. The [Executive Director] SECRETARY shall determine [his own] THE organization AND methods of procedure in accordance with the provisions of this article, and shall have an official seal which shall be judicially Not later than the 1st day of January of each year, [the Executive Director shall submit to] the Secretary [of Human Resources and] SHALL SUBMIT to the Governor a report covering the administration and operation of this article during the preceding fiscal year ending June 30th and shall make such recommendations for amendments to this article as the [Executive Director] SECRETARY deems proper. Such report shall include a balance sheet of the moneys in the fund in which there shall be provided, if possible, a reserve against the liability in future years to pay benefits in excess of the then current contributions, which reserve shall be set up by the [Executive Director] SECRETARY in accordance with accepted actuarial principles on the basis of statistics of employment, business activity, and other relevant factors for the longest possible period. Whenever the [Executive Director] SECRETARY believes that a change in contribution or benefit rates will become necessary to protect the solvency of the fund, [he] THE SECRETARY shall promptly so inform [the Secretary of Human Resources, who shall inform] the Governor and the legislature, and make recommendations with respect thereto.