

BY repealing and reenacting, without amendments,

Article - Real Property
Section 10-302 and 10-304
Annotated Code of Maryland
(1988 Replacement Volume and 1988 Supplement)

BY repealing

Article - Real Property
Section 10-303
Annotated Code of Maryland
(1988 Replacement Volume and 1988 Supplement)

BY adding to

Article - Real Property
Section 10-303 and 10-303.1
Annotated Code of Maryland
(1988 Replacement Volume and 1988 Supplement)

~~BY repealing and reenacting, with amendments,~~

~~Article --- Commercial Law
Section 13-201 and 13-204
Annotated Code of Maryland
(1983 Replacement Volume and 1988 Supplement)~~

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

Article - Real Property

10-301.

(a) If, in connection with the sale and purchase of a new single-family residential unit which is not completed at the time of contracting the sale, the vendor or builder obligates the purchaser to pay and the vendor or builder receives any sum of money before completion of the unit and grant of the realty to the purchaser, the builder or vendor shall:

(1) Deposit or hold the sum in an escrow account segregated from all other funds of the vendor or builder to assure the return of the sum to the purchaser in the event the purchaser becomes entitled to a return of the sum; [or]

(2) Obtain and maintain a corporate surety bond in the form and in the amounts set forth in § 10-302 of this