

WILLIAM DONALD SCHAEFER, Governor

(II) IF AN INDIVIDUAL IS EXCLUDED UNDER § 240C-2 OF THIS ARTICLE FROM COVERAGE UNDER A POLICY ISSUED BY THE FUND, THAT INDIVIDUAL SHALL BE ENTITLED TO OBTAIN COVERAGE UNDER A POLICY ISSUED BY THE FUND IF THE INDIVIDUAL IS OTHERWISE QUALIFIED UNDER THIS SUBTITLE.

543.

(F) A PERSON EXCLUDED FROM COVERAGE UNDER A POLICY IN ACCORDANCE WITH § 240C-2 OF THIS ARTICLE MAY RECOVER BENEFITS UNDER THE POLICY FOR THE COVERAGES REQUIRED IN §§ 539 AND 541 OF THIS ARTICLE ONLY TO THE EXTENT A PERSON EXCLUDED FROM A POLICY UNDER § 240C-1 MAY RECOVER BENEFITS UNDER THE POLICY FOR COVERAGES REQUIRED IN §§ 539 AND 541 OF THIS ARTICLE.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1989.

May 25, 1989

The Honorable Thomas V. Mike Miller, Jr.
President of the Senate
State House
Annapolis, Maryland 21401

Dear Mr. President:

In accordance with Article II, Section 17 of the Maryland Constitution, I have today vetoed Senate Bill 337.

Senate Bill 337 prescribes procedures intending to establish greater control over debt issues by State agencies with independent debt-issuing authority. Not included under Senate Bill 337 are general obligation bonds, backed by the full faith and credit of the State, and "private activity" bonds which are subject to limitations established under federal Internal Revenue Code.

Under Senate Bill 337, the Board of Public Works would establish a debt allocation for each State agency. Each agency would provide prior notice to the Board of its issuance of debt, and the Board could require its prior review and approval. The Board could also require centralized procurement of financial and non-legal technical services in connection with the issuance of bonds. The bill provides for an annual report by the Department of Budget and Fiscal Planning on all State debt issuances by State agencies.