

(6) A vehicle that is jointly owned and transferred to the name of one of the owners, if the transferee can establish to the satisfaction of the Administration that the transferor did not pay any part of the original purchase price of the vehicle or any applicable taxes or fees for the vehicle;

(7) A vehicle transferred by a corporation to its stockholder or stockholders OR BY A LIMITED LIABILITY COMPANY TO ITS MEMBER OR MEMBERS as a liquidating distribution of tangible personal property where the vehicle or vehicles transferred are not a principal or substantial asset of the corporation OR LIMITED LIABILITY COMPANY as determined by the Administration; or

(8) A vehicle transferred as a result of a reorganization within the meaning of § 368(a) of the Internal Revenue Code.

SECTION 2. AND BE IT FURTHER ENACTED, That the changes made to § 10-819 of the Tax - General Article by this Act shall be applicable to all taxable years beginning after December 31, 1996.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1997.

Approved May 22, 1997.

CHAPTER 604

(Senate Bill 568)

AN ACT concerning

Insurance - Fraternal Benefit Societies - Exempted Societies

FOR the purpose of exempting a certain type of fraternal benefit society from certain provisions of the fraternal benefit society and insurance laws; and generally relating to fraternal benefit societies.

BY repealing and reenacting, with amendments,

Article - Insurance

Section 8-404(a)

Annotated Code of Maryland

(1995 Volume and 1996 Supplement)

(As enacted by Chapter 36 of the Acts of the General Assembly of 1995)

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