- (2) (1) On September 1 of each year following the initial registration, each registered person shall pay a renewal fee to the Division.
- (II) THE RENEWAL FEE REQUIRED UNDER SUBPARACRAPH (I) OF THIS PARACRAPH DOES NOT APPLY TO A RECISTERED PERSON WHO DOES NOT COLLECT MORE THAN 1 MONTH'S PAYMENT IN ADVANCE FROM THE BUYER OF THE HEALTH CLUB SERVICE.
- (3) The fees for registration and renewal required under this subsection shall be set by the Division:
- (i) In an amount not exceeding \$800 for a person who is required to purchase a surety bond or file an irrevocable letter of credit or cash under subsection
 (e) of this section; and
 - (ii) In an amount not exceeding \$150 for a person who:
- $\underline{1.}$ is \underline{IS} exempt from the requirement to purchase a surety bond or file an irrevocable letter of credit or cash under subsection (e) of this section; \underline{AND}
- 2. <u>DOES NOT MEET THE REQUIREMENTS OF ITEM (III) OF</u>
 THIS PARAGRAPH; AND
 - (III) IN AN AMOUNT NOT EXCEEDING \$50 FOR A PERSON WHO:
- 1. IS EXEMPT FROM THE REQUIREMENT TO PURCHASE A SURETY BOND OR FILE AN IRREVOCABLE LETTER OF CREDIT OR CASH UNDER SUBSECTION (E) OF THIS SECTION;
- 2. DOES NOT CHARGE AN INITIATION FEE OR OTHER FEE THAT IS NOT IDENTIFIED AS A PAYMENT FOR SPECIFIED FUTURE SERVICES;
- 2. DOES NOT CONTRACTUALLY OBLICATE A BUYER OF HEALTH CLUB SERVICES FOR MORE THAN 1 MONTH OF SERVICE; AND
- 4. DOES NOT COLLECT MORE THAN 1 MONTH'S PAYMENT IN ADVANCE FROM A BUYER.
- 3. DOES NOT CONTRACTUALLY OBLIGATE A BUYER OF HEALTH CLUB SERVICES TO PAY IN ADVANCE OF THE DATE THE SERVICES ARE PROVIDED TO THE BUYER; AND
- 4. <u>DOES NOT COLLECT FROM A BUYER OF HEALTH CLUB</u>
 SERVICES ANY PAYMENT IN ADVANCE OF THE DATE THE SERVICES ARE PROVIDED
 TO THE BUYER
- (4) The fees collected under this subsection may only be used for the administration and enforcement of this subtitle.
- (e) (1) (i) Subject to the provisions of paragraph (3) of this subsection, a person who sells health club services agreements shall purchase a surety bond in an amount not less than the aggregate value of outstanding liabilities to members.