

RESPONSIBLE FOR SETTLEMENT MAY REQUIRE THE LENDER TO DISBURSE THE LOAN PROCEEDS AS PROVIDED IN ~~SUBSECTION (B) OF THIS SECTION~~ PARAGRAPH (1) OF THIS SUBSECTION.

~~[(c)] (B)~~ EXCEPT AS PROVIDED IN SUBSECTION (D) OF THIS SECTION, [A] THE lender shall disburse the loan to the agent responsible for settlement PROCEEDS in the form of:

- (1) Cash;
- (2) Wired funds;
- (3) A certified check;
- (4) A check issued by a political subdivision OR ON BEHALF OF A GOVERNMENTAL ENTITY;
- (5) A teller's check issued by a depository institution and drawn on another depository institution; OR
- (6) A cashier's check [; or
- (7) A check drawn on a financial institution that is insured by FDIC (Federal Deposit Insurance Corporation), FSLIC (Federal Savings and Loan Insurance Corporation), or MDIF (State of Maryland Deposit Insurance Fund Corporation), and which is located in the 5th Federal Reserve District].

(D) IN ADDITION TO THE METHODS OF LOAN DISBURSEMENT PROVIDED IN SUBSECTION (C) OF THIS SECTION, THE LOAN PROCEEDS MAY BE DISBURSED IN THE FORM OF A CHECK DRAWN ON A FINANCIAL INSTITUTION INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION AND LOCATED IN THE 5TH FEDERAL RESERVE DISTRICT IF THE LENDER IS:

- (1) AN AFFILIATE OR SUBSIDIARY OF A FINANCIAL INSTITUTION INSURED BY THE FEDERAL DEPOSIT INSURANCE CORPORATION OR THE NATIONAL CREDIT UNION ADMINISTRATION SHARE INSURANCE PROGRAM; OR
- (2) A MORTGAGE COMPANY APPROVED BY THE FEDERAL NATIONAL MORTGAGE ASSOCIATION AND THE FEDERAL HOME LOAN MORTGAGE CORPORATION.

~~[(d)] (C)~~ (E) If the loan A LOAN SUBJECT TO THIS SECTION is not disbursed as provided in subsection [(c)] (B) of this section, [a] THE lender may not charge interest on a THE loan for the first 30 days following the date of closing.

SECTION 2. AND BE IT FURTHER ENACTED, That the Commissioner of Financial Regulation shall report to the Senate Finance Committee and the House Commerce and Government Matters Committee on the continuing education requirements established pursuant to § 11-511.1 of this Act prior to their adoption and implementation.

SECTION 2. 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1998.