§ 105-113.13. Secretary may require a bond or irrevocable letter of credit.
   (a) Repealed by Session Laws 2013-414, s. 22(c), effective September 1, 2013.
   (b) The Secretary may require a licensed distributor to furnish a bond in an amount that
       adequately protects the State from loss if the licensed distributor fails to pay taxes due under this
       Part. A bond must be conditioned on compliance with this Part, payable to the State, and in the
       form required by the Secretary. The amount of the bond is two times the licensed distributor's
       average expected monthly tax liability under this Article, as determined by the Secretary,
       provided the amount of the bond may not be less than two thousand dollars ($2,000) and may
       not be more than two million dollars ($2,000,000). The Secretary should periodically review the
       sufficiency of bonds required of the licensed distributor and increase the required bond amount
       if the amount no longer covers the anticipated tax liability of the licensed distributor and decrease
       the amount if the Secretary finds that a lower bond amount will protect the State adequately from
       loss.

       For purposes of this section, a licensed distributor may substitute an irrevocable letter of
       credit for the secured bond required by this section. The letter of credit must be issued by a
       commercial bank acceptable to the Secretary and available to the State as a beneficiary. The letter
       of credit must be in a form acceptable to the Secretary, conditioned upon compliance with this
       Article, and in the amounts stipulated in this section. (1969, c. 1075, s. 2; 1973, c. 476, s. 193;
       1991 (Reg. Sess., 1992), c. 955, s. 5; 1993, c. 442, s. 6; 2013-414, s. 22(c); 2014-3, s. 9.1(a);
       2016-5, s. 4.1(a); 2019-6, s. 4.3.)