

§ 77.4 Remedial actions.

If, after the conclusion of the procedures set forth in § 77.5 or § 77.6 the Department finds that one or more of the conditions set forth in § 77.3 is or has been present, the Department may take the following remedial actions against a recipient organization's use of its letter of credit:

- (a) The Department may place special limits, restrictions, or controls upon the recipient organization's use of its letter of credit.
- (b) The Department may require more frequent or more detailed financial reporting from the recipient organization.
- (c) The Department may suspend, reduce, or terminate the recipient organization's use of its letter of credit.