

BETWEEN DECEMBER 31, 1975 AND DECEMBER 30, 1976—
\$250,000

BETWEEN DECEMBER 31, 1976 AND DECEMBER 30, 1977—
\$275,000

ON AND AFTER DECEMBER 31, 1977, SUCH INSURER SHALL MAINTAIN AT LEAST THE MINIMUM AMOUNTS OF CAPITAL AND SURPLUS REQUIRED BY SECTIONS 48 AND 49. AN INSURER DESIRING TO CONTINUE IN OPERATION UNDER THE PROVISIONS OF THIS SUBSECTION SHALL MAKE SUCH ELECTION BY A BINDING AND IRREVOCABLE RESOLUTION OF THE BOARD OF DIRECTORS OF THE INSURER, A TRUE COPY OF WHICH RESOLUTION SHALL BE TRANSMITTED TO THE COMMISSIONER NOT LATER THAN NOVEMBER 1, 1968. AN INSURER OPERATING UNDER SUCH A RESOLUTION MAY NOT THEREAFTER DECLARE DIVIDENDS TO STOCKHOLDERS PAYABLE IN CASH UNLESS THE AMOUNTS OF CAPITAL AND SURPLUS REMAINING AFTER PAYMENT OF SUCH DIVIDENDS WOULD BE NOT LESS THAN THE MINIMUM AMOUNTS OF CAPITAL AND SURPLUS REQUIRED BY SECTIONS 48 AND 49.

(4) Notwithstanding the provisions of Section 252, any domestic mutual insurer other than a life insurer which (1) for five years prior to December 31, 1967 has been continuously engaged in business, and (2) was issuing motor vehicle policies on an assessable basis at that date and ~~(3) maintains assets and surplus in accordance with Section 252, may~~ MUST HAVE SURPLUS FUNDS OF AT LEAST \$225,000 AS OF DECEMBER 31, 1969. SUCH COMPANY SHALL ~~cancel~~ BY DECEMBER 31, 1973, existing contingent liabilities of its policyholders in accordance with Section 262 and MAY thereafter continue transacting the same kind or kinds of insurance business for which it is authorized on a nonassessable basis without the necessity of increasing minimum surplus to comply with Sections 48, 49 and 252, , BUT IT WILL BE REQUIRED TO HAVE ASSETS AND SURPLUS IN THE AMOUNTS OF \$750,000 AND \$375,000, RESPECTIVELY, PRIOR TO ISSUING NONASSESSABLE POLICIES AND IN ANY EVENT BY DECEMBER 31, 1973. BY DECEMBER 31, 1980 SUCH COMPANY MUST COMPLY WITH SECTIONS 48, 49 AND 252.

SEC. 2. *And be it further enacted, That this Act shall take effect July 1, 1968.*

Approved May 7, 1968.

CHAPTER 483

(House Bill 374)

AN ACT to repeal Section 175 of Article 77 of the Annotated Code of Maryland (1965 Replacement Volume), title "Public Education," subtitle "Chapter 15, Teachers' Associations," regarding the promotion of teachers' associations by the county examiners, and to enact new Section 175 in lieu thereof, said new section to