

which has not been reversed or modified by the special board in such a way as to require issuance of a policy, and upon cancellation of a policy or termination of coverage as to any insured, immediately notify the Motor Vehicle Administrator of such action.

(e) (1) If the executive director finds that, after being insured by the Fund for any ten months during an 18-month period, an insured had three or more chargeable accidents, as defined in the rules and rates schedules of the Maryland Automobile Insurance Fund filed with the Commissioner of Insurance, without regard to the number of points, and which produce a claim payment of \$300 or more, based upon third-party liability, he shall refer the matter to the Motor Vehicle Administrator for a determination. If, after a hearing, the Administrator suspends or revokes the insured's driving license, the executive director shall cancel or nonrenew the policy of insurance after the notice required by § 240A(c). If the policy of insurance covers a spouse or other household member of the family of the policyholder, the cancellation of the policy shall not cancel the coverage of the spouse or family member who has not had his or her driving license suspended or revoked, and the Fund shall reclassify the rate of risk of the spouse or family member for premium purposes.

(2) If the Administrator does not suspend or revoke the insured's driving license pursuant to paragraph (1), the executive director may not cancel or refuse to renew the policy of insurance.

(3) The executive director may refer any other matter concerning any insured's driving record to the Administrator for a determination.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1990.

Approved April 24, 1990.

CHAPTER 77

(Senate Bill 87)

AN ACT concerning

Maryland Automobile Insurance Fund – Uninsured Division – Subrogation Against Negligent Uninsured Motorists

FOR the purpose of authorizing the Maryland Automobile Insurance Fund (MAIF) to collect against negligent uninsured motorists the costs of collection; providing that judgments obtained against negligent uninsured motorists shall be deemed in their entirety as taken for the use of the State; authorizing MAIF to make certain assignments to injured parties after MAIF has been reimbursed for its payment in a case; and generally relating to uninsured motorists.

BY repealing and reenacting, with amendments,
Article 48A – Insurance Code