

Judgment Fund," to require that cancellations or terminations of insurance sent to the Unsatisfied Claim and Judgment Fund shall state the reasons therefor, to relate to the reasons for cancellation or termination, to require sending of a copy of any cancellation notice to the insured, and to relate generally to cancellation or termination notices of insurance under the Fund law.

SECTION 1. *Be it enacted by the General Assembly of Maryland, That Section 176A(a) of Article 661½ of the Annotated Code of Maryland (1964 Supplement), title "Motor Vehicles," subtitle "Unsatisfied Claim and Judgment Fund," be and it is hereby repealed and re-enacted, with amendments, to read as follows:*

176A.

(a) The Board is authorized by rule or regulation to require that all persons with insured motor vehicles shall submit proof of such insurance on forms which shall be designated by the Board. The Board may also require the use of and designate such other forms as may be necessary to show cancellations or terminations of insurance, reinstatement of insurance and any other information required by the Board to effectuate the purposes of this subtitle. *On any cancellation or termination notice sent to the Board, it shall require that the insurer state thereon the reason for the cancellation or termination. If the cancellation is for non-payment of premium, this fact shall be stated; if the cancellation is for underwriting reasons and the Board is satisfied that a valid reason for cancellation because of underwriting exists, the reason may be stated as "for underwriting reasons." If the Board is not satisfied that a valid underwriting reason exists, it shall require the insurer to state the actual reason for cancellation. If termination is due to the expiration of the period specified in the policy, the reason may be stated as "expiration" or "non-renewal." If termination is effected at the insured's request, the notice shall specify whether such request was made by any person holding a power of attorney or other authorization to act on behalf of the insured. A copy of any cancellation notice shall be sent to the insured at the same time the notice is sent to the Board.* REQUIRE THAT THE INSURER SHALL INDICATE THEREON THAT THE CANCELLATION OR TERMINATION IS FOR ONE OF THE FOLLOWING REASONS: A. NON-PAYMENT OF PREMIUM; B. UNDERWRITING REASONS; C. EXPIRATION OR NON-RENEWAL OF POLICY; D. TERMINATION AT INSURED'S PERSONAL REQUEST; E. TERMINATION AT REQUEST OF ONE AUTHORIZED TO ACT FOR INSURED. IF TERMINATION OR CANCELLATION IS FOR SOME REASON OTHER THAN THOSE REASONS ENUMERATED, THE NOTICE SHALL SO INDICATE, AND DESCRIBE THE REASON. A COPY OF ANY CANCELLATION NOTICE SHALL BE SENT TO THE INSURED AT THE SAME TIME THE NOTICE IS SENT TO THE BOARD. The Board shall also prescribe the manner of filing the forms and the persons who may file such forms.

SEC. 2. *And be it further enacted, That this Act shall take effect June 1, 1965.*

Approved May 4, 1965.