

PROPERTY OF THIS STATE OR OF THE ADMINISTRATION.

REVISOR'S NOTE: This section presently appears as Art. 64B, §49.

In subsection (a) of this section, the present references to "directors" and "officers" are deleted as obsolete; in this regard, see General Revisor's Note to this title.

The only other changes are in style.

As to the defense of sovereign immunity by a State agency in an action in contract, generally, see, also, Art. 41, §10A of the Code.

7-703. INSURANCE.

(A) PROPERTY AND LIABILITY INSURANCE REQUIRED.

THE ADMINISTRATION SHALL SELF INSURE OR PURCHASE AND MAINTAIN INSURANCE AGAINST:

(1) LOSS OR DAMAGE TO ITS PROPERTY; AND

(2) LIABILITY FOR INJURY TO PERSONS OR PROPERTY.

(B) LOSS OF REVENUE INSURANCE PERMITTED.

THE ADMINISTRATION MAY PURCHASE INSURANCE AGAINST LOSS OF REVENUE FROM ANY CAUSE.

(C) FORM AND AMOUNT OF INSURANCE COVERAGE.

SUBJECT TO THE REQUIREMENTS OF ANY AGREEMENT IN CONNECTION WITH THE ISSUANCE BY THE ADMINISTRATION OF ITS OBLIGATIONS, ALL INSURANCE COVERAGE SHALL BE IN THE FORM AND AMOUNT THAT THE ADMINISTRATION DETERMINES.

(D) INSURANCE FOR LEASED PROPERTY.

(1) EACH LEASE OF ADMINISTRATION PROPERTY SHALL REQUIRE THE LESSEE TO PURCHASE, MAINTAIN, AND PAY FOR INSURANCE THAT:

(I) REASONABLY PROTECTS THE ADMINISTRATION FROM LIABILITY RELATED TO THE PROPERTY; AND

(II) INSURES THE LEASED PROPERTY IN THE NAME OF THE ADMINISTRATION FOR ITS FULL INSURABLE VALUE AGAINST ALL REASONABLE AND INSURABLE RISKS.

(2) EACH LEASE OF ADMINISTRATION PROPERTY SHALL REQUIRE THE LESSEE TO INDEMNIFY AND HOLD THE ADMINISTRATION HARMLESS FOR THE NEGLIGENCE OF THE LESSEE, ITS AGENTS, AND ITS EMPLOYEES.