

(C) THIS SUBTITLE MAY NOT PROHIBIT A MORE FAVORABLE PREMIUM RATE OR MORE FAVORABLE TERMS OF THE INSURANCE CONTRACT IN AN UNAUTHORIZED INSURER IF THE RISK IS ELIGIBLE AS SURPLUS LINE AS PROVIDED IN SUBPARAGRAPH (B)(2)(I).

(D) (1) THIS SECTION MAY NOT PROHIBIT A SURPLUS LINE BROKER FROM RENEWING A RISK PLACED WITH A SURPLUS LINE INSURER IF THE RISK WAS INITIALLY WRITTEN ON A SURPLUS LINE BASIS AT A TIME WHEN THERE WERE LESS THAN THREE INSURERS WHICH WERE AUTHORIZED TO TRANSACT AND WERE ACTUALLY WRITING ON A BROAD BASIS THE PARTICULAR KIND AND CLASS OF INSURANCE TO PROVIDE COVERAGE AGAINST LIABILITY DESCRIBED IN § 551(C)(1), (2), AND (3) OF THIS ARTICLE IN THIS STATE.

(2) HOWEVER, AFTER JULY 1, 1980, A RISK INITIALLY ELIGIBLE FOR SURPLUS LINE INSURANCE MAY BE RENEWED ON THAT BASIS NOTWITHSTANDING THE FACT THAT THREE OR MORE INSURERS AUTHORIZED IN THIS STATE TO TRANSACT BUSINESS ARE WRITING ON A BROAD BASIS THE PARTICULAR KIND AND CLASS OF INSURANCE REQUIRED BY THE INSURED ON THE DATE OF RENEWAL, IF THE SURPLUS LINE INSURER OR BROKER SHALL GIVE APPROPRIATE NOTICE TO THE INSURED ANNUALLY OF THE AVAILABILITY OF COMPARABLE TYPES OF INSURANCE AVAILABLE FROM THREE OR MORE INSURERS SUFFICIENTLY IN ADVANCE OF THE RENEWAL DATE TO PERMIT THE INSURED TO DETERMINE WHETHER IT IS DESIRABLE TO RENEW THE POLICY WITH THE SURPLUS LINE INSURER.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1980.

Approved May 27, 1980.

-----

CHAPTER 791

(House Bill 1579)

AN ACT concerning

Industrial Buildings for Counties and Municipalities - Definitions

FOR ~~the purpose of providing that the definition of certain industrialized buildings includes certain buildings and structures~~ definitions of industrial buildings and industrial concerns include buildings and structures for any person that may be financed by certain tax-exempt bonds.

BY repealing and reenacting, with amendments,

Article 41- Governor - Executive and Administrative Departments  
Section 266A(a) and (h)