

FOR the purpose of revising the Maryland Life and Health Insurance Guaranty Association to protect only residents who are policyowners, insureds, beneficiaries, annuitants, payees, and assignees of life insurance policies, health insurance policies, annuity contracts and supplemental contracts, subject to certain limitations, against failure in the performance of contractual obligations due to the impairment or insolvency of the insurer issuing these policies or contracts; providing for the assessment by the Association of authorized insurers in order to effect this purpose, providing for credits for assessments paid that the Association's liability on covered policies of certain impaired insurers is limited to residents; clarifying language; and generally relating to the powers and duties of the Association.

BY repealing and reenacting, with amendments,

Article 48A - Insurance Code
 Section ~~520 through 537, inclusive~~ 521 and 527(1)(a) and (3)(a)
 Annotated Code of Maryland
 (1979 Replacement Volume and 1980 Supplement)

BY ~~adding to~~

~~Article 48A --- Insurance Code
 Section 520 through 537A, inclusive
 Annotated Code of Maryland
 (1979 Replacement Volume and 1980 Supplement)~~

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, ~~That Section(s) 520 through 537, inclusive, of Article 48A --- Insurance Code, of the Annotated Code of Maryland be repealed.~~

~~SECTION 2. AND BE IT FURTHER ENACTED, That section(s) MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:~~

Article 48A - Insurance Code

520.

~~THIS SUBTITLE SHALL BE KNOWN AND MAY BE CITED AS THE MARYLAND LIFE AND HEALTH INSURANCE GUARANTY ASSOCIATION ACT.~~

521.

~~THE PURPOSE OF THIS SUBTITLE IS TO PROTECT POLICYOWNERS, INSURED, BENEFICIARIES, ANNUITANTS, PAYEES,~~