

contractual obligations of the impaired insurer, and approved by the impaired insurer and the Commissioner,

(a) Guarantee or reinsure, or cause to be guaranteed, assumed, or reinsured, all the covered policies OF RESIDENTS of the impaired insurer;

(3) If a domestic insurer is an impaired insurer under an order of liquidation or rehabilitation, the Association shall, subject to the approval of the Commissioner,

(a) Guarantee, assume, or reinsure, or cause to be guaranteed, assumed or reinsured, the covered policies OF RESIDENTS of the impaired insurer;

~~(6)---{The} EXCEPT-FOR-A-POLICY-ISSUED-TO-OR--HELD BY-A-RESIDENT,-THE Association-shall-have-no-liability-under this--section-for-any-{covered}-policy-of-a-foreign-or-alien insurer-{whose-domiciliary-jurisdiction-or--state--of--entry provides--by--statute--or--regulation,-for-residents-of-this State-protection-substantially-similar-to-that--provided--by this-subtitle-for-residents-of-other-states}.~~

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1981.

May 19, 1981

The Honorable Benjamin L. Cardin  
Speaker of the House of Delegates  
State House  
Annapolis, Maryland 21404

Dear Mr. Speaker:

In accordance with Article II, Section 17 of the Maryland Constitution, today I have vetoed House Bill 1805.

This bill provides that the Life and Health Insurance Guaranty Association is responsible for policies issued to Maryland residents by domestic insurers as well as policies issued to Maryland residents by foreign or alien insurers.

Senate Bill 641, which was enacted by the General Assembly and signed by me on May 19, 1981, accomplishes the same purpose.

Therefore it is unnecessary for me to sign House Bill 1805.

Sincerely,  
Harry Hughes  
Governor