

(C) -- THE -- COMPANY -- MAY -- REFUSE -- TO -- INSURE -- OR -- MAY -- CANCEL -- THE -- POLICY -- OF -- AN -- APPLICANT -- OR -- MEMBER -- WHO -- IS -- SUSPENDED -- FROM -- THE -- PRACTICE -- OF -- MEDICINE --

555-

IN -- APPLYING -- THE -- PROVISIONS -- OF -- § -- 242 -- OF -- THIS -- ARTICLE -- DEALING -- WITH -- RATES -- AND -- RATE -- FILINGS, -- THE -- COMMISSIONER -- SHALL -- PERMIT -- AN -- INITIAL -- PREMIUM -- NOT -- IN -- EXCESS -- OF -- 130 -- PERCENT -- OF -- THE -- RATE -- THAT -- WOULD -- OTHERWISE -- BE -- APPLICABLE -- IF -- THE -- TERMS -- OF -- THE -- RATE -- FILING -- ARE -- SUCH -- THAT -- ANY -- PORTION -- OF -- THE -- COLLECTED -- PREMIUMS -- THAT -- ARE -- ULTIMATELY -- DETERMINED -- AS -- HAVING -- BEEN -- IN -- EXCESS -- OF -- THE -- COMPANY'S -- COSTS -- SHALL -- BE -- RETURNED -- ON -- A -- NONDISCRIMINATORY -- BASIS -- TO -- THE -- POLICYHOLDERS -- OF -- THE -- COMPANY --

556-

(A) -- IF -- IN -- THE -- JUDGMENT -- OF -- THE -- BOARD -- OF -- DIRECTORS, -- THE -- AFFAIRS -- OF -- THE -- COMPANY -- MAY -- BE -- ADMINISTERED -- SUITABLY -- AND -- EFFICIENTLY, -- THE -- COMPANY -- MAY -- ENTER -- INTO -- A -- CONTRACT, -- NOT -- TO -- EXCEED -- 5 -- YEARS -- IN -- DURATION, -- WHEREBY -- THE -- AFFAIRS -- OF -- THE -- COMPANY -- ARE -- ADMINISTERED -- BY -- A -- LICENSED -- INSURER -- OR -- A -- LICENSED -- NONPROFIT -- HEALTH -- SERVICE -- PLAN, -- SUBJECT -- TO -- SUCH -- CONTINUING -- DIRECTION -- BY -- THE -- BOARD -- OF -- DIRECTORS -- AS -- SPECIFIED -- IN -- THE -- ARTICLES -- OF -- INCORPORATION, -- THE -- BYLAWS, -- AND -- THE -- CONTRACT --

(B) -- UPON -- THE -- EXECUTION -- OF -- ANY -- CONTRACT, -- THE -- COMPANY -- SHALL -- PROMPTLY -- FILE -- A -- TRUE -- COPY -- WITH -- THE -- COMMISSIONER. -- THE -- CONTRACT -- SHALL -- BECOME -- EFFECTIVE -- 30 -- DAYS -- FROM -- THE -- DATE -- OF -- FILING -- UNLESS -- THE -- COMMISSIONER, -- PRIOR -- TO -- THE -- EFFECTIVE -- DATE, -- DISAPPROVES -- THE -- CONTRACT -- AS -- BEING -- CONTRARY -- TO -- LAW -- OR -- PUBLIC -- POLICY -- OR -- UNDULY -- ONEROUS. -- THE -- COMMISSIONER -- SHALL -- STATE -- THE -- REASONS -- FOR -- SUCH -- FINDINGS --

SECTION 2. -- AND -- BE -- IT -- FURTHER -- ENACTED, -- That, -- nothing -- in -- this -- Act -- affects -- the -- term -- of -- office -- of -- a -- member -- of -- the -- Board -- of -- Directors -- of -- the -- Medical -- Mutual -- Liability -- Insurance -- Society -- of -- Maryland. -- A -- person -- who -- is -- a -- member -- of -- it -- on -- the -- effective -- date -- of -- this -- Act -- shall -- remain -- a -- member -- for -- the -- balance -- of -- the -- term -- to -- which -- appointed, -- unless -- the -- member -- sooner -- dies, -- resigns, -- or -- is -- otherwise -- lawfully -- removed --

SECTION 3. -- AND -- BE -- IT -- FURTHER -- ENACTED, -- That, -- except -- as -- expressly -- provided -- to -- the -- contrary -- in -- this -- Act, -- any -- transaction -- affected -- by -- or -- flowing -- from -- any -- change -- of -- nomenclature -- or -- any -- statute -- there -- amended, -- repealed, -- or -- transferred, -- and -- validly -- entered -- into -- before -- the -- effective -- date -- and -- every -- right, -- duty -- or -- interest -- flowing -- from -- the -- statute -- remains -- valid -- after -- the -- effective -- date -- and -- may -- be -- terminated, -- completed, -- consummated, -- or -- enforced -- as -- required -- or -- permitted -- by -- any -- statute -- amended, -- repealed, -- or -- transferred -- by -- this -- Act -- as -- though -- the -- repeal, -- amendment, -- or -- transfer -- had -- not -- occurred --