

505.

As used in this subtitle:

(a) "Account" means any one of the [five] FOUR accounts created by § 506 OF THIS SUBTITLE.

(b) "Association" means the Maryland Insurance Guaranty Association created under § 506 OF THIS SUBTITLE.

(c) (1) "Covered claims" means obligations, including unearned premiums, of an insolvent insurer which:

[(1)] (I) 1. [arise] ARISE out of the insurance policy contracts of the insolvent insurer issued to residents of this State or which are payable to residents of this State on behalf of insureds of the insolvent insurer[,]; OR

2. ARISE OUT OF SURETY BONDS ISSUED BY THE INSOLVENT INSURER FOR THE PROTECTION OF THIRD PARTIES, WHO ARE RESIDENTS OF THIS STATE;

[(2)] (II) [were] WERE unpaid by the insolvent insurer[,];

[(3)] (III) [are] ARE presented as a claim to the receiver in this State or the Association on or before the last date fixed for the filing of claims in the domiciliary delinquency proceedings[,];

[(4)] (IV) 1. EXCEPT FOR SURETY BOND CLAIMS, were incurred or existed prior to, on, or within 30 days after [the date the receiver was appointed, and] THE DETERMINATION OF INSOLVENCY; OR

2. FOR SURETY BOND CLAIMS ARISING UNDER SURETY BONDS ISSUED BY A DOMESTIC INSURER WERE INCURRED OR EXISTED PRIOR TO, ON, OR WITHIN 18 MONTHS AFTER THE DETERMINATION OF INSOLVENCY, WHETHER OR NOT THE SURETY BONDS ARE ISSUED FOR NO STATED PERIOD OR FOR A STATED PERIOD; AND

[(5)] (V) [arise] ARISE out of policy contracts OR SURETY BONDS of the insolvent insurer issued for the kinds of insurance to which this subtitle applies.

(2) "Covered claim" does not include any amount due any reinsurer, insurer, insurance pool, or underwriting association, as subrogation recoveries or otherwise. No insurer shall assert a claim of subrogation against an insured of an insolvent INSURANCE company but may assert any claim it may have against the receiver of the insolvent [insurer] INSURANCE COMPANY.

(d) "Insolvent insurer" means: