

thousand-dollars,--and--thereafter--five--per--centum--of--such--premiums--until--such--time--as--in--the--judgment--of--said--commissioners--such--surplus--shall--be--sufficiently--large--to--cover--the--catastrophe--hazard. The--commissioners--shall--also--set--up--and--maintain--a--reserve--adequate--to--meet--anticipated--losses--and--carry--all--claims--and--policies--to--maturity.†

78.

(A)-(1)--THE--COMMISSIONERS--OF--THE--STATE--ACCIDENT--FUND--SHALL--MAINTAIN--A--CATASTROPHE--SURPLUS--IN--AN--AMOUNT--SUFFICIENT--TO--COVER--THE--CATASTROPHIC--HAZARDS--ARISING--FROM--THE--INSURANCE--POLICIES--ISSUED--BY--THE--FUND.

(2)--THE--COMMISSIONERS--SHALL--MAINTAIN--RESERVES--IN--AN--AMOUNT--ADEQUATE--TO--MEET--ANTICIPATED--LOSSES--AND--CARRY--ALL--CLAIMS--AND--POLICIES--TO--MATURITY.

(B)--THE--STATE--INSURANCE--COMMISSIONER--MAY--EXAMINE--THE--ASSETS,--LIABILITIES--AND--RESERVES--OF--THE--STATE--ACCIDENT--FUND. IF,--IN--THE--COMMISSIONER'S--OPINION,--THE--FUND'S--ASSETS--ARE--NOT--AT--LEAST--EQUAL--TO--ALL--LIABILITIES--AND--RESERVES,--THE--MINIMUM--REQUIRED--SURPLUS--AND--FREE--SURPLUS--REQUIRED--BY--ARTICLE--48A--OF--THE--CODE--FOR--A--NONASSESSABLE--MUTUAL--CASUALTY--INSURER,--OR--THAT--RESERVES--ARE--NOT--ADEQUATE--TO--MEET--ANTICIPATED--LOSSES--OR--CARRY--POLICIES--TO--MATURITY,--OR--THAT--THE--FUND'S--FINANCIAL--CONDITION--IS--SUCH--AS--TO--RENDER--THE--CONTINUANCE--OF--ITS--BUSINESS--HAZARDOUS--TO--THE--PUBLIC--OR--TO--ITS--POLICYHOLDERS,--THE--COMMISSIONER--SHALL:

(1)--NOTIFY--THE--CHAIRMAN--OF--THE--COMMISSIONERS--AND--THE--MANAGER--OF--THE--STATE--ACCIDENT--FUND;

(2)--PROVIDE--THE--FUND--WITH--A--LIST--OF--RECOMMENDED--COURSES--OF--ACTION.

(C)-(1)--WITHIN--90--DAYS--OF--A--NOTICE--OF--AN--ASSET--DEFICIENCY--IN--THE--FUND--FROM--THE--STATE--INSURANCE--COMMISSIONER--UNDER--SUBSECTION--(B)--OF--THIS--SECTION,--THE--COMMISSIONERS--OF--THE--FUND--SHALL--CARRY--OUT--THE--RECOMMENDATIONS--OF--THE--STATE--INSURANCE--COMMISSIONER.

(2)--IF--THE--FUND--DOES--NOT--CARRY--OUT--THE--STATE--INSURANCE--COMMISSIONER'S--RECOMMENDATIONS--WITHIN--THE--PERIOD--REQUIRED--UNDER--THIS--SECTION,--THE--INSURANCE--COMMISSIONER--SHALL--NOTIFY--THE--GOVERNOR,--THE--PRESIDENT--OF--THE--SENATE,--AND--THE--SPEAKER--OF--THE--HOUSE--OF--DELEGATES--OF--MARYLAND.

79.

The--Treasurer--of--the--State--shall--be--the--custodian--of--the--State--Accident--Fund--and--all--disbursements--therefrom--shall--be--paid--by--him--upon--order--or--voucher,--approved--and--signed--by--the--chairman--or--vice--chairman--of--the--commissioners--of--the--State--Accident--Fund.