CHAPTER 663

(House Bill 375)

AN ACT concerning

Property Insurance - Public Entities - Pooling

FOR the purpose of authorizing certain public entities to pool together for the purpose of purchasing property insurance or self-insuring property risks; and defining a certain term.

BY repealing and reenacting, with amendments,

Article 48A - Insurance Code
Section 8(b) and 482B
Annotated Code of Maryland
(1986 Replacement Volume)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article 48A - Insurance Code

8.

(b) The "insurance business" does not include the pooling together by public entities for the purpose of self-insuring casualty OR PROPERTY risks.

482B.

(a) "Public entity" means any political subdivision or unit of State or local government, including any nonprofit or nonstock corporation that is exempt from taxation under ~~Section~~ *§* 501(c)(3) or ~~(4)~~ *§ 501(C)(4)* of the Internal Revenue Code of 1954 and receives 50 percent or more of its annual operating budget from the State or local government.

(b) Public entities may pool together for the purpose of purchasing casualty OR PROPERTY insurance or self-insuring casualty OR PROPERTY risks.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1987.

Approved June 2, 1987.
