

BY repealing and reenacting, with amendments,

Article 48A - Insurance Code

Section 158A and 162A(a); and 520, 521, and 523 through 537, inclusive, to be under the amended subtitle "Subtitle 34. Life and Health Insurance Guaranty Corporation Act"

Annotated Code of Maryland

(1986 Replacement Volume and 1988 Supplement)

BY repealing and reenacting, without amendments,

Article 48A - Insurance Code

Section 522

Annotated Code of Maryland

(1986 Replacement Volume and 1988 Supplement)

BY repealing and reenacting, with amendments,

Chapter 557 of the Acts of the General Assembly of 1983

Section 2

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

Article 48A - Insurance Code

158A.

Claims by policyholders, beneficiaries, and insureds arising from and within the coverage of and not in excess of the applicable limits of insurance policies and insurance contracts issued by the company, and liability claims against insureds which claims are within the coverage of and not in excess of the applicable limits of insurance policies and insurance contracts issued by the company, and claims of the Property and Casualty Insurance Guaranty Corporation and the [Maryland] Life and Health Insurance Guaranty [Association] CORPORATION and any similar organization in another state shall have priority in a liquidation proceeding over all other claims except those for expenses of administration, wages covered by § 158 and taxes.

162A.

(a) Within 120 days of a final determination of insolvency of a company by a court of competent jurisdiction of this State, the Commissioner as receiver shall make application to the court for approval of a proposal to disburse unsecured assets out of the company's marshalled assets, from time to time as such assets become available, to the Property and Casualty Insurance Guaranty