

(A) AN AUTHORIZED INSURER MAY NOT ENGAGE THE SERVICES OF ANY PERSON TO ACT AS A REINSURANCE BROKER ON ITS BEHALF, UNLESS THE PERSON HAS COMPLIED WITH THE PROVISIONS OF THIS SUBTITLE.

(B) AN AUTHORIZED INSURER MAY NOT EMPLOY ANY INDIVIDUAL WHO ALSO IS EMPLOYED BY THE SAME REINSURANCE BROKER THAT TRANSACTS BUSINESS WITH THE AUTHORIZED INSURER, UNLESS THE REINSURANCE BROKER IS UNDER COMMON CONTROL WITH THE AUTHORIZED INSURER AND IS SUBJECT TO SUBTITLE 32 OF THIS ARTICLE.

(C) AN AUTHORIZED INSURER SHALL OBTAIN ANNUALLY A COPY OF STATEMENTS OF THE FINANCIAL CONDITION OF EACH REINSURANCE BROKER THAT TRANSACTS BUSINESS WITH THE AUTHORIZED INSURER.

(D) AN AUTHORIZED INSURER WHO VIOLATES THE PROVISIONS OF THIS SUBTITLE IS SUBJECT TO THE DISCIPLINARY AND PENALTY PROVISIONS OF §§ 55 AND 55A OF THIS ARTICLE.

710.

(A) (1) A PERSON MAY NOT ACT AS A REINSURANCE MANAGER FOR A REINSURER WITHOUT A WRITTEN CONTRACT SETTING OUT THE RESPONSIBILITIES OF THE REINSURANCE MANAGER AND THE REINSURER.

(2) SUBJECT TO THE APPROVAL OF THE BOARD OF DIRECTORS OF THE REINSURER, THE CONTRACT SHALL SET OUT THE RESPONSIBILITIES OF A REINSURANCE MANAGER AND A REINSURER.

(3) THE REINSURANCE MANAGER MAY NOT ASSIGN THE CONTRACT REQUIRED UNDER THIS SECTION.

(B) AT LEAST 30 DAYS BEFORE THE REINSURER ASSUMES OR CEDES BUSINESS THROUGH THE REINSURANCE MANAGER, A COPY OF THE CONTRACT REQUIRED UNDER THIS SECTION SHALL BE FILED WITH THE COMMISSIONER FOR APPROVAL.

(C) THE TERMS OF THE CONTRACT REQUIRED UNDER THIS SECTION SHALL PROVIDE AT A MINIMUM THAT:

(1) THE REINSURER MAY:

(I) TERMINATE THE CONTRACT FOR CAUSE UPON WRITTEN NOTICE TO THE REINSURANCE MANAGER; AND

(II) SUSPEND IMMEDIATELY THE AUTHORITY OF THE REINSURANCE MANAGER TO ASSUME OR CEDE BUSINESS DURING THE PENDENCY OF ANY DISPUTE REGARDING THE TERMINATION;

(2) THE REINSURANCE MANAGER SHALL: