

Section 240A(b)(1)  
Annotated Code of Maryland  
(1991 Replacement Volume and 1993 Supplement)

*BY repealing and reenacting, with amendments,*

*Article 48A – Insurance Code*

*Section 490S(b)(2)(iii)*

*Annotated Code of Maryland*

*(1991 Replacement Volume and 1993 Supplement)*

*(As enacted by Chapter \_\_\_\_\_ (H.B. 330) of the Acts of the General Assembly of 1994)*

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

**Article 48A – Insurance Code**

240A.

(b) (1) (i) Except in the case of life insurance~~†~~, health insurance~~‡~~ and annuities, when an insurer intends to cancel or not renew a line of business, the insurer shall file a plan of withdrawal with the Commissioner, at least 180 days before the date of proposed withdrawal.

(II) IN THE CASE OF HEALTH INSURANCE:

1. WHEN, FOR ALL OF ITS COVERED INSURED IN THE STATE, AN INSURER INTENDS TO CANCEL OR NOT RENEW A HEALTH INSURANCE PRODUCT THAT IS IDENTIFIED BY THE COMMISSIONER WITH A SPECIFIED FORM NUMBER AS DEFINED BY THE COMMISSIONER, THE INSURER SHALL FILE A PLAN OF WITHDRAWAL WITH THE COMMISSIONER AT LEAST 90 DAYS BEFORE THE DATE OF THE PROPOSED CANCELLATION OR NONRENEWAL; AND

2. WHEN AN INSURER INTENDS TO WITHDRAW COMPLETELY FROM THE HEALTH INSURANCE MARKET IN THE STATE BY CANCELING OR NOT RENEWING ALL OF ITS HEALTH INSURANCE PRODUCTS IN THE STATE, THE INSURER SHALL FILE A PLAN OF WITHDRAWAL WITH THE COMMISSIONER AT LEAST 180 DAYS BEFORE THE DATE OF THE PROPOSED WITHDRAWAL.

(ii) (III) The Commissioner may allow an insurer to file a plan of withdrawal no less than 60 days before the date of proposed withdrawal if the Commissioner determines that compliance by the insurer with subparagraph (i) of this paragraph may result in:

1. The impairment of the insurer;
2. The loss of or substantial changes in applicable reinsurance;

or

3. Significant financial losses to the insurer.