

REVISOR'S NOTE: This section formerly was CA § 6-404.

In subsection (a)(4) of this section, the term "advance premiums" is substituted for the former reference to "advanced payments" for consistency with terminology used in § 8-415(b) and (c) of this subtitle.

The only other changes are in style.

Defined terms: "Commissioner" § 1-101

"Insurer" § 1-101

"Society" § 8-401

8-413. MINIMUM CAPITAL.

(A) AMOUNT REQUIRED ON APPLICATION.

EACH SOCIETY THAT APPLIES ON OR AFTER JULY 1, 1968, FOR AN INITIAL CERTIFICATE OF AUTHORITY UNDER THIS SUBTITLE MUST HAVE WORKING CAPITAL OF AT LEAST \$125,000.

(B) AMOUNT REQUIRED TO BE MAINTAINED.

AFTER ISSUANCE OF ITS INITIAL CERTIFICATE OF AUTHORITY, A SOCIETY DESCRIBED IN SUBSECTION (A) OF THIS SECTION SHALL MAINTAIN UNENCUMBERED ASSETS THAT EXCEED ALL LIABILITIES BY \$100,000.

REVISOR'S NOTE: This section is new language derived without substantive change from former CA § 6-405.

In subsection (b) of this section, the former reference to maintaining a certain amount of assets "at all times" is deleted as implicit in the requirement that those assets be maintained "[a]fter issuance of [the society's] certificate of authority".

Defined terms: "Certificate of authority" § 1-101

"Society" § 8-401

8-414. PRELIMINARY CERTIFICATE OF AUTHORITY.

IF A SOCIETY COMPLIES WITH THIS SUBTITLE, THE COMMISSIONER SHALL:

(1) CERTIFY, RETAIN, AND RECORD THE ARTICLES OF INCORPORATION OF THE SOCIETY; AND

(2) PROVIDE THE INCORPORATORS WITH A PRELIMINARY CERTIFICATE OF AUTHORITY THAT AUTHORIZES THE SOCIETY TO SOLICIT MEMBERS AS PROVIDED IN THIS SUBTITLE.

REVISOR'S NOTE: This section is new language derived without substantive change from former CA § 6-406.