Article - Insurance

4-117.

- (A) AT THE TIME OF PAYMENT <u>AND—IF</u>, *IF THE PAYMENT HAS BEEN*<u>SPECIFICALLY AUTHORIZED BY THE CLAIMANT'S ATTORNEY</u>, AN INSURER SHALL

 <u>MAY PROVIDE WRITTEN NOTICE TO A THIRD PARTY CLAIMANT OF PAYMENT OF</u>

 \$2,000 OR MORE IN SETTLEMENT OF A THIRD PARTY LIABILITY CLAIM <u>FOR BODILY</u>

 INJURY IF:
 - (1) THE CLAIMANT IS AN INDIVIDUAL; AND
 - (2) THE CLAIMANT IS A RESIDENT OF MARYLAND; AND
- (3) (2) THE PAYMENT IS DELIVERED TO THE CLAIMANT'S ATTORNEY OR OTHER REPRESENTATIVE BY CHECK, DRAFT, OR OTHER MEANS.
- (B) THE NOTICE REQUIRED BY PROVIDED UNDER SUBSECTION (A) OF THIS SECTION SHALL BE SENT BY REGULAR MAIL AT LEAST 5 WORKING DAYS AFTER PAYMENT IS DELIVERED UNDER SUBSECTION (A)(2) OF THIS SECTION TO THE CLAIMANT AT THE LAST KNOWN ADDRESS OF THE CLAIMANT.
- (C) THE INSURER MAY PROVIDE NOTICE TO THE CLAIMANT BY A COPY OF THE LETTER OF TRANSMITTAL TO THE CLAIMANT'S ATTORNEY OR OTHER REPRESENTATIVE.
 - (D) THIS SECTION MAY NOT BE CONSTRUED TO CREATE:
- (1) A CAUSE OF ACTION FOR ANY PERSON AGAINST AN INSURER BASED ON THE INSURER'S FAILURE TO PROVIDE THE NOTICE REQUIRED BY UNDER THIS SECTION; OR
- (2) A DEFENSE FOR ANY PARTY AGAINST A CAUSE OF ACTION BASED ON THE INSURER'S FAILURE TO PROVIDE THE NOTICE REQUIRED BY UNDER THIS SECTION.
- SECTION 3. AND BE IT FURTHER ENACTED, That Section 1 of this Act shall take effect October 1, 1995, and remain in effect until October 1, 1997.

SECTION 4. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall take effect October 1, 1997.

Approved May 9, 1995.

CHAPTER 223

(House Bill 48)

AN ACT concerning

Municipal Corporations - Privately Owned Residential Communities - Residential Street
Services