

- Defined terms: "Casualty insurance" § 1-101
- "Commissioner" § 1-101
- "Property insurance" § 1-101
- "Surety insurance" § 1-101

3-312. APPLICATIONS FOR CERTIFICATE OF QUALIFICATION.

AN APPLICANT FOR A CERTIFICATE OF QUALIFICATION SHALL:

- (1) FILE WITH THE COMMISSIONER AN APPLICATION ON THE FORM THAT THE COMMISSIONER PROVIDES; AND
- (2) PAY TO THE COMMISSIONER THE FEE REQUIRED BY § 2-XXX OF THIS ARTICLE.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 188(1) and (2).

Defined term: "Commissioner" § 1-101

3-313. BOND.

(A) REQUIRED.

BEFORE THE COMMISSIONER ISSUES A CERTIFICATE OF QUALIFICATION TO AN APPLICANT, THE APPLICANT SHALL FILE WITH THE COMMISSIONER A BOND THAT:

- (1) IS SUBJECT TO APPROVAL BY THE COMMISSIONER;
- (2) RUNS TO THE STATE;
- (3) IS EXECUTED BY THE APPLICANT AS PRINCIPAL AND BY A CORPORATE SURETY INSURER AUTHORIZED TO DO BUSINESS IN THE STATE;
- (4) IS IN THE PENAL SUM OF \$10,000; AND
- (5) IS CONDITIONED THAT THE BROKER WILL:

- (I) CONDUCT BUSINESS IN ACCORDANCE WITH THIS ARTICLE;
- AND
- (II) REMIT PROMPTLY THE TAXES REQUIRED BY § 3-324 OF THIS SUBTITLE.

(B) TOTAL LIABILITY.

THE TOTAL LIABILITY OF THE SURETY INSURER UNDER THE BOND MAY NOT EXCEED THE PENAL SUM OF THE BOND.

(C) NOTICE OF TERMINATION.

THE SURETY INSURER MAY NOT CANCEL THE BOND UNLESS, AT LEAST 30 DAYS BEFORE CANCELING THE BOND, THE SURETY INSURER FILES WRITTEN NOTICE OF THE CANCELLATION.