

15-910. RETURN OF POLICY; REFUND.

(A) IN GENERAL.

EACH MEDICARE SUPPLEMENT POLICY OR CERTIFICATE SHALL HAVE PROMINENTLY PRINTED ON THE FIRST PAGE OF THE POLICY OR CERTIFICATE OR ATTACHED TO IT, A NOTICE THAT STATES THAT THE APPLICANT MAY:

(1) RETURN THE MEDICARE SUPPLEMENT POLICY OR CERTIFICATE WITHIN 30 DAYS AFTER ITS DELIVERY; AND

(2) RECEIVE A REFUND OF THE PREMIUM IF AFTER EXAMINATION OF THE MEDICARE SUPPLEMENT POLICY OR CERTIFICATE, THE APPLICANT IS NOT SATISFIED FOR ANY REASON.

(B) PAYMENT OF REFUND.

THE CARRIER SHALL PAY A REFUND MADE UNDER THIS SECTION DIRECTLY TO THE APPLICANT IN A TIMELY MANNER.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 468CB.

Defined terms: "Applicant" § 15-901

"Carrier" § 15-901

"Certificate" § 15-901

"Medicare supplement policy" § 15-901

"Premium" § 1-101

15-911. MINIMUM LOSS RATIO STANDARDS FOR POLICIES.

(A) "LOSS RATIO" DEFINED.

IN THIS SECTION, "LOSS RATIO" MEANS THE RATIO OF LOSSES INCURRED TO PREMIUMS EARNED ON POLICIES THAT ARE ISSUED, DELIVERED, OR RENEWED IN THE STATE.

(B) BENEFITS REASONABLE IN RELATION TO PREMIUMS.

MEDICARE SUPPLEMENT POLICIES SHALL RETURN AGGREGATE BENEFITS THAT ARE REASONABLE IN RELATION TO THE PREMIUM CHARGED.

(C) REGULATIONS REQUIRED.

(1) FOR PURPOSES OF ADMINISTERING THIS SUBTITLE AND §§ 12-203 THROUGH 12-205 OF THIS ARTICLE, THE COMMISSIONER SHALL ADOPT REASONABLE REGULATIONS TO ESTABLISH MINIMUM STANDARDS FOR LOSS RATIOS OF MEDICARE SUPPLEMENT POLICIES.

(2) THE MINIMUM STANDARDS FOR LOSS RATIOS SHALL BE BASED ON INCURRED CLAIMS EXPERIENCE AND EARNED PREMIUMS IN ACCORDANCE WITH ACCEPTED ACTUARIAL PRINCIPLES AND PRACTICES AND THE PRINCIPLES AND STANDARDS OF THE NATIONAL ASSOCIATION OF INSURANCE COMMISSIONERS.