

THE RECONSTRUCTION, RENOVATION, RESTORATION, AND CAPITAL EQUIPPING of a museum, known as "Preservation Keep", provided that this appropriation represents the final State commitment to this project.....

650,000

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect June 1, 2001.

Approved April 20, 2001.

**CHAPTER 329**  
**(House Bill 1396)**

AN ACT concerning

**Long-Term Care Insurance - Loss Ratios - Premium Increases**

FOR the purpose of repealing certain provisions of law that relate to benefits under long-term care insurance policies or certificates being considered reasonable in relation to premiums if the expected loss ratio is a certain percentage and is calculated in a certain manner; clarifying that a carrier may impose a certain premium increase to policies or contracts of long-term care insurance under certain circumstances; making certain technical corrections; and generally relating to loss ratios and premium increases for long-term care insurance.

BY repealing and reenacting, with amendments,

- Article - Insurance
- Section 18-115 and 18-116
- Annotated Code of Maryland
- (1997 Volume and 2000 Supplement)

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

**Article - Insurance**

18-115.

[(a) Benefits under a policy or certificate of long-term care insurance shall be considered reasonable in relation to premiums if the expected loss ratio is at least 60% and is calculated in a manner that provides for adequate reserving of the long-term care insurance risk.

(b)] In evaluating the expected and actual loss ratios, the Commissioner shall consider:

- (1) the statistical credibility of incurred claims experience and earned premiums;