

(b) (1) The Board of Trustees shall adopt and make available to each FUND producer reasonable regulations that relate to the authority of FUND producers to bind coverage.

(2) The regulations shall include:

(iv) the time within which the FUND producer is to give notice.

(c) The Fund:

(1) may refuse to grant the authority of a FUND producer to an [agent or broker] INSURANCE PRODUCER that has been previously terminated as a FUND producer or that has had its [certificate of qualification] LICENSE previously revoked or surrendered; and

(2) subject to the hearing provisions of § 20-514 of this subtitle, may discipline a FUND producer that:

(i) employs or otherwise retains a person described in item (1) of this subsection; and

(ii) allows the person to become involved in the FUND producer's operations or management contrary to a requirement of this article or order of the Administration.

(d) Subject to subsection (e) of this section, the Fund is liable for coverage from the date that the FUND producer binds coverage.

(f) Whenever coverage is canceled:

(1) the Fund promptly shall notify the applicant, FUND producer, and Motor Vehicle Administration of the cancellation;

20-510.

(a) Each FUND producer is a fiduciary as to all premiums, return premiums, or other money that the FUND producer receives from any person in connection with a policy or policy application issued by, to be issued by, or bound in the Fund.

(b) Each FUND producer shall deposit as trust money into an account for premiums all money received under subsection (a) of this section to be accounted for and paid over to the Fund as the law requires.

20-511.

[(a) This section does not apply to a producer that has filed a bond with the Commissioner under § 10-112(c) of this article.

(b)] (A) (1) On application to the Fund for appointment as a FUND producer, an applicant shall file with the Fund a bond for the benefit of the Fund for the balance of the current year.

(2) On or before December 31 of each year, each FUND producer shall file with the Fund a bond for the benefit of the Fund for the next succeeding year.