

(1) SUBJECT TO A CREDIT FOR COMPENSATION PREVIOUSLY AWARDED AND PAID; AND

(2) OTHERWISE MADE IN ACCORDANCE WITH THIS PART IV OF THIS SUBTITLE.

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

May 17, 2001

The Honorable Thomas V. Mike Miller, Jr.  
President of the Senate  
State House  
Annapolis MD 21401

Dear Mr. President:

In accordance with Article II, Section 17 of the Maryland Constitution, I have today vetoed Senate Bill 881 – Insurance – Assets, Reserves, and Investments of Insurers.

This bill alters the manner in which insurers report assets, reserves and investments.

House Bill 1412, which was passed by the General Assembly and signed by me, accomplishes the same purpose. Therefore, it is not necessary for me to sign Senate Bill 881.

Sincerely,  
Parris N. Glendening  
Governor

**Senate Bill No. 881**

AN ACT concerning

**Insurance – Assets, Reserves, and Investments of Insurers**

FOR the purpose of altering the assets owned by an insurer that are allowed as admitted assets in determining the financial condition of the insurer; altering the assets that are not allowed as admitted assets in determining the financial condition of an insurer; repealing certain provisions of law governing loss reserves for certain liability and workers' compensation insurance; requiring that unearned premium reserves with respect to certain types of insurance be computed in a certain manner; requiring the statutory reserve or unearned premium reserve that a title insurer is required to maintain to be computed in a certain manner; altering the manner of releasing the aggregate sum of any excess reserves that result from a certain recalculation; altering the circumstances under which an insurer that owns stock of another insurer must have its stock valued at book value; altering certain provisions of law relating to the valuation of real-estate investments of insurers; altering the amount that a life insurer may lend to a policyholder on the policy as collateral security;