

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

Approved April 10, 2001.

CHAPTER 51
(House Bill 153)

AN ACT concerning

Insurance - Risk Based Capital Standards for Insurers - Exemption

FOR the purpose of authorizing the Commissioner to exempt certain insurers from the application of certain provisions of the risk based capital standards for certain insurers; and generally relating to exemptions from the risk based capital standards for certain insurers.

BY repealing and reenacting, without amendments,

Article - Insurance

Section 4-311(c)

Annotated Code of Maryland

(1997 Volume and 2000 Supplement)

BY adding to

Article - Insurance

Section 4-311(d)

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

4-311.

(c) The Commissioner may exempt from the application of this Act any domestic property and casualty insurer that:

- (1) writes direct business only in the State;
- (2) writes direct annual premiums of \$2,000,000 or less; and
- (3) assumes no reinsurance in excess of 5% of direct premiums written.

(D) THE COMMISSIONER MAY EXEMPT FROM THE APPLICATION OF THIS ACT ANY DOMESTIC HEALTH INSURER THAT:

- (1) (I) WRITES DIRECT BUSINESS ONLY IN THE STATE;