

Approved May 14, 1991.

CHAPTER 267

(Senate Bill 219)

AN ACT concerning

Insurance – Insurers – Disclosure of Impairment

FOR the purpose of requiring certain persons to notify the Insurance Commissioner of the financial impairment of assets of an insurer *under certain circumstances*; prohibiting a person from committing certain acts that relate to concealing the property of an insurer, to falsifying or altering certain documents, or to contributing to the impairment of the insurer; providing for certain penalties; providing that certain notifications to the Commissioner are confidential; and generally relating to reporting financial impairment of insurer.

BY adding to

Article 48A – Insurance Code

Section 58A

Annotated Code of Maryland

(1986 Replacement Volume and 1990 Supplement)

BY repealing and reenacting, with amendments,

Article – Health – General

Section 19-706(d)

Annotated Code of Maryland

(1990 Replacement Volume and 1990 Supplement)

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

Article 48A – Insurance Code

58A.

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(2) “CHIEF EXECUTIVE OFFICER” MEANS A PERSON CHARGED BY THE BOARD OF DIRECTORS OR TRUSTEES OF AN INSURER WITH THE RESPONSIBILITY OF ADMINISTERING AND IMPLEMENTING THE POLICIES AND PROCEDURES OF THE INSURER.

(3) “IMPAIRED” HAS THE SAME MEANING AS “IMPAIRMENT” OR “INSOLVENCY” UNDER § 132(1) OF THIS ARTICLE.