

Approved May 14, 1991.

CHAPTER 270

(House Bill 205)

AN ACT concerning

Insurance – Required Capital Stock

FOR the purpose of altering the amount of capital stock required for insurers to qualify for authority to do insurance business; requiring certain insurers to maintain certain amounts of capital stock; changing the required frequency of examinations of certain insurers; allowing certain exceptions for certain insurers purchased pursuant to court order in delinquency proceedings; allowing certain exceptions for certain insurers with certain applications pending with the Insurance Division; and generally relating to capital stock requirements for insurers.

BY repealing and reenacting, with amendments,

Article 48A – Insurance Code

Section 30(1), 48, and 49

Annotated Code of Maryland

(1986 Replacement Volume and 1990 Supplement)

BY repealing and reenacting, without amendments,

Article 48A – Insurance Code

Section 252

Annotated Code of Maryland

(1986 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

30.

(1) The Commissioner shall examine the affairs, transactions, accounts, records, and assets of each authorized insurer, management company or owned or controlled subsidiary of such insurer, and each rating organization, as often as he deems advisable. He shall so examine each domestic insurer not less frequently than every [5] 3 years. Examination of an alien insurer may be limited to its insurance transactions and affairs in the United States. Examination of a reciprocal insurer may also include examination of its attorney in fact insofar as the transactions of the attorney in fact relate to the insurer.