

SECTION 13. AND BE IT FURTHER ENACTED, THAT THIS ACT DOES NOT APPLY TO THE EMPLOYEES OF ANY COUNTY OR SUBDIVISION OF THE STATE IN THE PERFORMANCE OF THEIR PROFESSIONAL DUTIES.

SECTION 14. AND BE IT FURTHER ENACTED, THAT THE COMMISSION MAY ADOPT REGULATIONS ESTABLISHING A TEMPORARY LICENSE, OR A PROVISIONAL LICENSE THAT EXTENDS OR WAIVES ANY REQUIREMENT FOR LICENSING, IF PERMITTED UNDER THE FEDERAL FINANCIAL INSTITUTIONS REFORM, RECOVERY, AND ENFORCEMENT ACT OF 1989.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1991.

Approved May 24, 1991.

CHAPTER 569

(House Bill 507)

AN ACT concerning

Third Party Administrators – Regulation

FOR the purpose of providing for regulation by the Insurance Commissioner of third party administrators; providing for certain exceptions; requiring that third party administrators register with the Insurance Commissioner; providing for an application process for registration; providing for bonding of third party administrators; delineating duties and responsibilities of third party administrators; establishing certain requirements for third party administrator contracts; vesting certain general and specific regulatory authority in the Insurance Commissioner; prohibiting certain acts; providing for certain penalties for certain violations; establishing certain liability on certain third party administrators for certain violations; authorizing the Insurance Commissioner to adopt regulations; prohibiting interference with rights protected under this subtitle; defining certain terms; providing for the severability of this Act; making a portion of this Act subject to a certain contingency; providing for a delayed effective date; and generally relating to the regulation of third party administrators.

BY adding to

Article 48A – Insurance Code

Section 661 through 676 to be under the new subtitle “51. Third Party Administrators”

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: