

(III) A PERSON ENGAGED BY A SCHOOL OR BOARD OF EDUCATION TO CONFIRM A HOME ADDRESS OR HOME PHONE NUMBER.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1998.

Approved May 21, 1998.

CHAPTER 648

(Senate Bill 727)

AN ACT concerning

Insurance - Mutual Insurers - Formation of Business Combinations

FOR the purpose of authorizing one or more foreign mutual insurers to form a business combination with one or more domestic mutual insurers for certain purposes under certain circumstances; requiring mutual insurers that form a business combination to enter into a certain agreement; requiring the agreement to be approved by each mutual insurer in a certain manner; authorizing the Maryland Insurance Commissioner to adopt regulations concerning the formation of business combinations by mutual insurers under certain circumstances; and generally relating to the formation of business combinations by mutual insurers.

BY adding to

Article - Insurance

Section 3-123.1

Annotated Code of Maryland

(1997 Volume)

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

Article - Insurance

3-123.1.

(A) UNLESS OTHERWISE PROHIBITED UNDER THIS ARTICLE AND SUBJECT TO THE PRIOR APPROVAL OF THE COMMISSIONER, ONE OR MORE MUTUAL INSURERS ORGANIZED UNDER THE LAWS OF ANY STATE MAY FORM A BUSINESS COMBINATION WITH ONE OR MORE DOMESTIC MUTUAL INSURERS FOR THE PURPOSE OF PURCHASING REINSURANCE OR OTHER FINANCIAL SERVICES.

(B) (1) MUTUAL INSURERS FORMING A BUSINESS COMBINATION UNDER THIS SECTION SHALL ENTER INTO A WRITTEN AGREEMENT THAT PRESCRIBES THE TERMS AND CONDITIONS OF THE BUSINESS COMBINATION.