

CHAPTER 82  
(House Bill 322)

AN ACT to repeal and re-enact, with amendments, Section 260 (a) of Article 48A of the Annotated Code of Maryland (1964 Replacement Volume), title "Insurance," subtitle "17. Stock and Mutual Insurers," amending the laws concerning the contingent liability under an assessable mutual policy of insurance.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Subsection 260 (a) of Article 48A of the Annotated Code of Maryland (1964 Replacement Volume), title "Insurance," subtitle "17. Stock and Mutual Insurers," be and it is hereby repealed and re-enacted, with amendments, to read as follows:

260.

(a) If at any time the assets of a domestic mutual insurer are less than its liabilities and the minimum amount of surplus required to be maintained by it by this article for authority to transact the kinds of insurance being transacted, and the deficiency is not cured from other sources, its directors shall levy an assessment only upon its members who held policies providing for contingent liability at any time within the thirty-six (36) months preceding the date notice of such assessment was mailed to them, *limited to one policy premium but in no event to exceed a full year's premium*, and such members shall be liable to the insurer for the amount so assessed.

SEC. 2. *And be it further enacted,* That this Act is hereby declared to be an emergency measure and necessary for the immediate preservation of the public health and safety and having been passed by a ye and nay vote supported by three-fifths of all the members elected to each of the two houses of the General Assembly, the same shall take effect from the date of its passage.

Approved March 23, 1966.

---

CHAPTER 83  
(House Bill 323)

AN ACT to repeal and re-enact, with amendments, Section 162 (c) of Article 48A of the Annotated Code of Maryland (1964 Replacement Volume), title "Insurance," subtitle "10. Rehabilitation and Liquidation," amending the laws concerning the amount of assessment which a member may be held liable for under an assessable mutual policy of insurance in the event of the rehabilitation or liquidation of a domestic mutual insurer or a domestic reciprocal insurer.

SECTION 1. *Be it enacted by the General Assembly of Maryland,* That Subsection 162 (c) of Article 48A of the Annotated Code of Maryland (1964 Replacement Volume), title "Insurance," subtitle "10. Rehabilitation and Liquidation," be and it is hereby repealed and re-enacted, with amendments, to read as follows: