

BY repealing and reenacting, with amendments,

Article 48A - Insurance Code

~~Section--243(a),--504,--505(b),--506,--519,--and--550--to--be--under--the--amended--subtitle--"33,--Property--and--Casualty--Insurance--Guarantee--Association"~~

Section 158A, 162A(a), 243(a), 243H(a)(3)(vi) and (c); 504, 505(b), 506, 507 through 512, inclusive, 514 through 519, inclusive, to be under the amended subtitle "33. Property and Casualty Insurance Guaranty Corporation"; 550 and 568

Annotated Code of Maryland

(1979 Replacement Volume and 1985 Supplement)

BY repealing

Article 48A - Insurance Code

Section 513

Annotated Code of Maryland

(1979 Replacement Volume and 1985 Supplement)

BY-adding-to

~~Article-48A---Insurance-Code~~

~~Section-519A~~

~~Annotated-Code-of-Maryland~~

~~(1979-Replacement-Volume-and-1985-Supplement)~~

Preamble

WHEREAS, The Maryland Insurance Guaranty Association was created by the Maryland General Assembly as a nonprofit unincorporated legal entity to provide a mechanism for the prompt payment of covered claims under certain insurance policies and to avoid financial loss to claimants or policyholders because of the insolvency of an insurer; and

WHEREAS, The people of Maryland may be misled by the name of the Association into believing that the Association is an instrumentality of the State which insures and guarantees the payment of claims of insolvent insurers when that is not the case; and

WHEREAS, References to the Maryland Insurance Guaranty Association may be used in a misleading fashion as an inducement in the sale of insurance; now, therefore,

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

Article 48A - Insurance Code