Chapter 666

(Senate Bill 57)

AN ACT concerning

Insurance – Medical Professional Liability Insurance Policies – Technical Correction

FOR the purpose of correcting an erroneous cross—reference relating to the notice requirements to which a medical professional liability insurer that cancels a policy for nonpayment of a deductible is subject; and generally relating to medical professional liability insurance policies.

BY repealing and reenacting, with amendments,

Article – Insurance Section 19–114 Annotated Code of Maryland (2017 Replacement Volume)

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

Article - Insurance

19–114.

- (a) Each insurer that issues or delivers a medical professional liability insurance policy in the State shall offer at a minimum, in addition to the basic policy, additional policies with deductibles in the following amounts:
 - (1) \$25,000;
 - (2) \$50,000; and
 - (3) \$100,000.
- (b) In a policy with a deductible described in subsection (a) of this section, the insurer shall apply the deductible only to the liability of the insured under the policy.
- (c) (1) An insurer that issues or delivers a medical professional liability insurance policy with a deductible described in subsection (a) of this section may cancel the policy for nonpayment of the deductible when the deductible is due and payable under the policy.
- (2) A medical professional liability insurer that cancels a policy under paragraph (1) of this subsection is subject to the notice provisions under [§ 27–602] §

27–603 of this article.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2018.

Approved by the Governor, May 15, 2018.