

10-118.

(a) (1) When an insurer doing business in the State makes or terminates an appointment, the insurer immediately shall file notice of the appointment or termination and the reasons for the termination in the manner specified by [the Commissioner] THIS SECTION.

(2) [Each notice of appointment and termination shall be accompanied by the] THE applicable fee required by § 2-112 of this article SHALL BE:

(I) INCLUDED WITH THE NOTICE OF APPOINTMENT OR TERMINATION; OR

(II) COLLECTED IN THE MANNER APPROVED BY THE COMMISSIONER

[(3) A disclosure to the Commissioner relative to the termination and date and cause of the termination is a privileged communication and may not be used as evidence in a court proceeding other than an appeal from an action of the Commissioner.]

(3) IF THE APPOINTMENT OF AN INSURANCE PRODUCER IS TERMINATED BECAUSE THE INSURANCE PRODUCER FAILED TO RENEW THE INSURANCE PRODUCER'S LICENSE AND THE LICENSE SUBSEQUENTLY IS REINSTATED UNDER § 10-116.1(C)(1) OF THIS SUBTITLE, AN INSURER MAY REAPPOINT THE INSURANCE PRODUCER RETROACTIVELY, WITH THE REAPPOINTMENT EFFECTIVE ON THE DATE THAT THE LICENSE EXPIRED.

(b) Within 30 days after an insurer receives an application for life insurance, health insurance, or an annuity from an [agent] INSURANCE PRODUCER that does not have an appointment from the insurer, the insurer shall:

(1) reject the application in accordance with § 27-501 of this article; or

(2) file with the Commissioner written notice of appointment under subsection (a) of this section.

(C) (1) WHEN AN INSURER OR AUTHORIZED REPRESENTATIVE OF AN INSURER TERMINATES THE APPOINTMENT, EMPLOYMENT, CONTRACT, OR OTHER SIMILAR AUTHORITY OF AN INSURANCE PRODUCER, THE INSURER OR AUTHORIZED REPRESENTATIVE SHALL NOTIFY THE COMMISSIONER OF THE TERMINATION:

(I) WITHIN 30 DAYS AFTER THE EFFECTIVE DATE OF THE TERMINATION; AND

(II) IN THE FORMAT REQUIRED BY THE COMMISSIONER.

(2) THE NOTIFICATION SHALL STATE IF:

(I) THE TERMINATION WAS FOR A REASON SET FORTH IN § 10-126 OF THIS SUBTITLE;