



June 25, 2008

MD AMENDS FRAUD DISCLOSURE REQUIREMENTS

BACKGROUND	House Bill 404, recently signed into law, revises the fraud disclosure notice wording required on claims forms and applications.
FRAUD STATEMENT	The following statement or a substantially similar statement is required: “Any person who knowingly and willfully presents a false or fraudulent claim for payment of a loss or benefit or who knowingly and willfully presents false information in an application for insurance is guilty of a crime and may be subject to fines and confinement in prison.”
EFFECTIVE DATE	Insurers should comply with this change no later than April 1, 2009.
MSO[®] ACTION	We will modify the sample MSO BOP application in Maryland accordingly.
QUESTIONS	Contact Jan Kozlowski at (800) 935-6900.