

when the insurance became effective, or (2) the broker or procuring agent orders cancellation for nonpayment, or (3) a lender or assignee, whether by written power of attorney or otherwise, orders cancellation. An insurer hereunder shall not cancel any insurance for nonpayment of premiums where the premium due has been paid to the broker or licensed procuring agent. Notwithstanding any default of the insured in premium payment to the broker or procuring agent, or any cancellation or replacement of the insurance, whether prior to or after the issuance of a policy any broker or procuring agent who binds or places as such insurance is liable to the insurer for payment in full of the net premium therefor for the time the insurance is in force. The plan may provide for a minimum net earned premium of not exceeding \$15.00 per automobile.

(vii) An insurer hereunder shall upon appropriate notice in accordance with Section 486F, of this article cancel the insurance and return the unearned premium to the lender, assignee, broker, or other person who is entitled to the same.

(viii) The broker or procuring agent shall be allowed a commission on such business of not less than 10 percent of the gross premium, and no insurer may require that the broker remit greater than the resulting net premium after deduction of commissions under the Maryland automobile insurance plan.

(ix) Any insured under the plan as of January 1, 1970 who completes a three years assignment period and who, during that period has no moving traffic violations or traffic accidents for which he was held responsible, and whose [records] record at the Department of Motor Vehicles shows none, is entitled to renewal coverage from the assigned insurer at the basic insurance rating board rates. It is the responsibility of the assigned insurer to notify the insured that they will provide renewal coverage on this basis. The renewal coverage provided for in this section will continue on a year to year basis.

SEC. 2. *And be it further enacted*, That this Act shall take effect July 1, 1971.

Approved April 23, 1971.

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## CHAPTER 157

(House Bill 684)

AN ACT to repeal and re-enact, with amendments, subsection (d) of Section 2 of Chapter 740 of the Acts of 1968, relating to the rate or rates of interest payable by the Mayor and City Council of Baltimore in connection with certificates of indebtedness issued by said municipality; providing that nothing in this Act shall change, alter, modify or release: (a) any of the terms and provisions of the forementioned legislation except in the manner and to the extent set forth in this Act, and (b) any of the obligations or liabilities which said municipality has incurred or may incur under the terms and provisions of any certificates of indebtedness which said municipality has heretofore issued and sold pursuant to the forementioned legislation; and declaring this Act to be an emergency measure.