

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1974.

Approved April 30, 1974.

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CHAPTER 519

(House Bill 1237)

AN ACT concerning

Cancellation of Insurance Contracts - Premium Finance

FOR the purpose of clarifying when an insurance contract is cancelled, and providing for the refund of certain premiums.

BY repealing and re-enacting, with amendments,

Article 48A - Insurance Code  
Section 486F (d) and (f)  
Annotated Code of Maryland  
(1972 Replacement Volume and 1973 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That Section 486F (d) and (f) of Article 48A - Insurance Code, of the Annotated Code of Maryland (1972 Replacement Volume and 1973 Supplement) be and it is hereby repealed and re-enacted, with amendments, to read as follows:

Article 48A - Insurance Code

486F.

(d) Upon receipt of a copy of such cancellation notice by the insurer or insurers, the insurance contract shall be cancelled EFFECTIVE AS OF THE DATE SPECIFIED IN THE NOTICE as if the aforesaid notice of cancellation had been submitted by the insured himself, but without requiring the return of the insurance policy.

(f) Whenever an insurance contract is cancelled in accordance with this section, the insurer shall return whatever gross unearned premiums are due under the contract to the Premium Finance Company [effecting the cancellation] for the account of the insured or