

(b) This section does not apply to[:

(1) Any] ANY commission, dividend, retrospective rating credit, or other consideration [on insurance, other than credit life and health insurance, sold under this subtitle at lawful rates] received by a [Maryland] LICENSEE OR A licensed INSURANCE agent or broker who is an officer, director, agent, employee, or affiliate of a licensee[;] ON INSURANCE SOLD UNDER THIS SUBTITLE IN ACCORDANCE WITH THE APPLICABLE PROVISIONS OF THE INSURANCE CODE.

[(2) Any commission, dividend, retrospective rating credit or other consideration received by a Maryland licensed agent or broker who is an officer, director, agent, employee, or affiliate of a licensee on credit life and health insurance sold under this subtitle at lawful rates in connection with loans or portions of loans not exceeding \$1,200 made by the lender to any person. A commission, dividend, retrospective rating credit or other consideration may not be paid to any lender, or agent or broker who is an officer, director, agent, employee, or affiliate of a licensee, on credit life and health insurance in connection with any portion of an outstanding loan or loans exceeding \$1,200 made by the lender to any person. The Insurance Commissioner shall annually review the premium rates charged for credit life and health insurance sold in connection with loans made under this subtitle, and shall appropriately reduce such premium rates to reflect the savings to insurers by reason of nonpayment of commissions, dividends, retrospective rating credits or other considerations for credit life and health insurance covering loans or portions of loans in excess of the \$1,200 limitation herein.]

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(c) (3) The amount of credit life insurance in force may not exceed the ~~SCHEDULED UNPAID TOTAL OF PAYMENTS OR THE unpaid principal plus~~ BUT SHALL INCLUDE ALL accrued interest under the loan contract, ~~WHICHEVER IS GREATER.~~

SECTION 2. AND BE IT FURTHER ENACTED, That Section(s) 436H(g), of Article 48A - Insurance Code, of the Annotated Code of Maryland be renumbered to be Section(s) 436H(h).

SECTION 3. AND BE IT FURTHER ENACTED, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article 48A - Insurance Code

436C.

(c) (6) "ACCOUNT" MEANS THE COVERAGE FOR A SINGLE PLAN OF BENEFITS UNDER ONE PREMIUM PAYMENT METHOD OFFERED TO A SINGLE CLASS OF BUSINESS BY ONE CREDITOR, WHETHER WRITTEN ON A GROUP OR INDIVIDUAL BASIS, OR BOTH.