

Approved June 1, 1982.

CHAPTER 869

(House Bill 1015)

AN ACT concerning

Motor Vehicle Insurance - Premium Discount

FOR the purpose of allowing motor vehicle insurers to grant discounts in premiums for certain motor vehicle insurance coverage for insureds over a certain age; and establishing certain conditions to qualify for the premium discount.

BY adding to

Article 48A - Insurance Code
Section 242(c)(7)(i) and (8)
Annotated Code of Maryland
(1979 Replacement Volume and 1981 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland read(s) as follows:

Article 48A - Insurance Code

242.

(c) All rates shall be made in accordance with the following principles:

(7)(i) No insurer under an automobile liability insurance policy may classify or maintain an insured in a classification entailing a higher premium because of a specific claim for a period longer than three years, and no such insurer may classify or maintain an insured in a classification entailing a higher premium because of the insured's driving record for a period longer than three years. HOWEVER THE REMOVAL OF A DISCOUNT MAY NOT BE CONSIDERED A VIOLATION OF THIS SUBSECTION.

(8) AN INSURER MAY PROVIDE A REDUCTION IN RATES BASED ON ACTUARIAL JUSTIFICATION, FOR MOTOR VEHICLE PERSONAL INJURY AND PROPERTY DAMAGE COVERAGE, TO AN INSURED WHO:

(I) IS AT LEAST 55 YEARS OF AGE; AND