

the requirements for sending certain notices; clarifying that a cancellation date stated in a notice of intent to cancel or a notice of cancellation of an insurance contract is not superseded by the issuance of a subsequent notice of intent to cancel or notice of cancellation; altering the circumstances under which an insurance contract is invalid and a policy shall be voided; requiring a certain disclosure comparing the costs and terms of premium financing with the insurer's alternative payment plan to contain certain information; making conforming changes; and generally relating to the regulation of premium finance companies.

BY repealing and reenacting, with amendments,

Article – Insurance

Section 23–203 through 23–206, 23–208, 23–301, 23–307, 23–402, 23–403.1, and 23–505.2

Annotated Code of Maryland

(2002 Replacement Volume and 2005 Supplement)

BY repealing

Article – Insurance

Section 23–401.1

Annotated Code of Maryland

(2002 Replacement Volume and 2005 Supplement)

BY adding to

Article – Insurance

Section 23–401.1

Annotated Code of Maryland

(2002 Replacement Volume and 2005 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article – Insurance

23–203.

(a) An applicant for INITIAL registration shall:

(1) file with the Commissioner:

(I) an application on the form that the Commissioner requires;

(II) IN THE CASE OF A CORPORATION OR LIMITED LIABILITY COMPANY, A CERTIFICATE OF GOOD STANDING ISSUED BY THE STATE DEPARTMENT OF ASSESSMENTS AND TAXATION;

(III) EVIDENCE OF COMPLIANCE WITH § 23–202 OF THIS SUBTITLE;

(IV) THE FORM OF THE PREMIUM FINANCE AGREEMENT TO BE USED; AND