

(i) "Net direct written premiums" means direct gross premiums written on all policies of motor vehicle liability and physical damage insurance less return premiums and dividends paid or credited to policyholders with respect to those policies.

(j) "Registration license year" for Class A and D vehicles means the period beginning April 1, 1973, and ending March 31, 1974, and each subsequent twelve-month period, beginning April 1 and ending the following March 31. For all other classes of motor vehicles, "registration license year" means the period beginning May 1, 1973 and ending April 30, 1974 and each subsequent twelve-month period, beginning May 1, and ending the following April 30.

(k) "Payment of the appropriate premium" means actual receipt by a producer of that sum required by the binding rules of the Fund to be collected to effect coverage. Payment of all or any part of the premium by an instrument which is later dishonored is not payment of the appropriate premium so as to effect coverage.

(l) "Producer" means any agent, INCLUDING ANY INDEPENDENT AGENT, or broker qualified in this State WHO HAS APPLIED FOR AND RECEIVED A PRODUCER AUTHORIZATION CODE FROM THE FUND.

(m) "Motor vehicle liability and physical damage insurance" means those insurance coverages reported as private passenger auto no-fault, other private passenger auto liability, commercial auto no-fault, other commercial auto liability, private passenger auto physical damage, and commercial auto physical damage on the exhibit of premiums and losses page of the annual statement which insurers are required to file with the Insurance Commissioner of the State of Maryland.

(n) "Association" means the Industry Automobile Insurance Association created under § 243M.

(o) "Cash basis accounting" means the records of accounts of the Fund evidencing all cash receipts and all cash disbursements of the Fund for a particular year.

(p) "Statutory basis accounting" means those accounting practices prescribed or permitted by the Maryland Insurance Commissioner, as reflected in the Fund's annual statement.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1989.

Approved May 19, 1989.