(B) FORM AND CONTENTS OF REPORT.

THE REPORT SHALL BE VERIFIED IN THE MANNER AND CONTAIN THE INFORMATION THAT THE COMMISSIONER REQUIRES.

(C) CREDIT FOR EXPENSES.

A SURPLUS LINES BROKER MAY CREDIT ANY EXAMINATION EXPENSE PAID OR ASSESSED UNDER § 2-208 OF THIS ARTICLE AGAINST THE PREMIUM RECEIPTS TAX DUE.

(D) APPLICATION OF TITLE 6.

WITH RESPECT TO A PENALTY THAT HAS BECOME FINAL, A SURPLUS LINES BROKER IS SUBJECT TO THE PROVISIONS OF TITLE 6 OF THIS ARTICLE RELATING TO PENALTIES, INTEREST, AUDITS, ASSESSMENTS, LIMITATIONS, APPEALS, AND REFUNDS.

REVISOR'S NOTE: This section is new language derived without substantive change from former Art. 48A, § 195(a), (b), (d), and (e).

In subsection (d) of this section, the former phrase "on or after July 1, 1982" is deleted as obsolete.

Defined terms: "Commissioner" § 1-101
"Premium" § 1-101

3-326. DELIVERY OF FALSE BINDER OR COVER NOTE PROHIBITED.

(A) IN GENERAL.

A SURPLUS LINES BROKER MAY NOT:

(1) KNOWINGLY OR NEGLIGENTLY DELIVER A FALSE BINDER OR COVER NOTE; OR

(2) FAIL TO NOTIFY THE INSURED PROMPTLY OF ANY MATERIAL CHANGE WITH RESPECT TO SURPLUS LINES INSURANCE BY DELIVERY TO THE INSURED OF A SUBSTITUTE BINDER OR COVER NOTE AS PROVIDED IN § 3-321 OF THIS SUBTITLE.

(B) VIOLATION OF ARTICLE.

A VIOLATION OF SUBSECTION (A) OF THIS SECTION IS A VIOLATION OF THIS ARTICLE.

(C) PENALTY.

A PERSON THAT VIOLATES SUBSECTION (A) OF THIS SECTION IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS SUBJECT TO THE PENALTY PROVIDED BY § XX-XXX [48A § 12] OF THIS ARTICLE OR TO ANY GREATER APPLICABLE PENALTY PROVIDED BY LAW.