

WITNESS MY HAND AND NOTARIAL SEAL

NOTARY PUBLIC

MY COMMISSION EXPIRES:_____”

7-104.

If property is sold and granted, and [at the same time] AS PART OF THE SAME TRANSACTION the purchaser gives a mortgage or deed of trust to secure total or partial payment of the purchase money, the mortgage or deed of trust shall be preferred to any previous judgment or decree for the payment of money which is obtained against the purchaser if it recites that the sum received is all or part of the purchase money of the property OR OTHERWISE RECITES THAT IT IS A PURCHASE MONEY MORTGAGE OR DEED OF TRUST. This section is applicable regardless of whether the mortgage or deed of trust is given to the vendor of the property or to a third party who advances all or part of the purchase money.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1997.

Approved May 22, 1997.

CHAPTER 634

(Senate Bill 825)

AN ACT concerning

Automobile Motor Vehicle Liability and Homeowners Insurance – Misrepresentations in Applications – Cancellations of or Refusals to Renew Policies Premium Increases – Notice to Insureds

FOR the purpose of ~~authorizing an automobile liability insurer or a homeowners insurer to rescind a policy if the application for the policy contains a certain misrepresentation, omission, concealment of fact, or incorrect statement under certain circumstances; permitting an automobile liability insurer or a homeowners insurer to cancel or refuse to renew a policy subject only to certain prohibitions under certain circumstances; permitting an automobile liability insurer or a homeowners insurer to cancel or refuse to renew a policy at a certain rate under certain circumstances; requiring the Maryland Insurance Commissioner to adopt certain regulations concerning the rate at which an automobile liability insurer or a homeowners insurer may cancel or refuse to renew a policy under certain circumstances; and generally relating to misrepresentations in applications and cancellations of or refusals to renew policies in automobile and homeowners~~ altering the content of a certain notice that a motor vehicle liability insurer must send to an insured regarding the right of the insured to ~~protest~~ request a hearing on certain proposed actions of the insurer; providing that in the case of a certain increase, a certain dismissal is deemed to be a final determination of the Insurance Commissioner