

premium finance companies and premium finance agreements.

BY repealing and reenacting, with amendments,

Article - Insurance

Section 23-101, ~~23-201~~ 23-202 through ~~23-205, 23-207,~~ 23-208, 23-301, 23-302,
23-304 ~~23-305~~ 23-306 through 23-308, 23-402, 23-403, ~~and~~ 23-405, and
23-501

Annotated Code of Maryland

(1996 Volume)

(As enacted by Chapter 11 of the Acts of the General Assembly of 1996)

BY repealing and reenacting, without amendments,

Article - Insurance

Section 23-102, 23-103, ~~23-206,~~ 23-201, 23-209, 23-210, ~~23-302,~~ 23-303, 23-304,
23-305, 23-309, 23-401, ~~23-402,~~ 23-404, 23-406, and ~~23-501~~ 23-502 through
23-506

Annotated Code of Maryland

(1996 Volume)

(As enacted by Chapter 11 of the Acts of the General Assembly of 1996)

BY adding to

Article - Insurance

Section 23-310 and 23-401.1

Annotated Code of Maryland

(1996 Volume)

(As enacted by Chapter 11 of the Acts of the General Assembly of 1996)

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

Article - Insurance

23-101.

(a) In this title the following words have the meanings indicated.

(b) (1) "Premium finance agreement" means an agreement:

(i) by which an insured or prospective insured promises to pay to [or to the order of another an] A PREMIUM FINANCE COMPANY ~~OR ITS ASSIGNEE~~ THE amount advanced or to be advanced under the agreement, TOGETHER WITH INTEREST AND A SERVICE FEE, to an insurer, THE INSURER'S agent, or A ~~PRODUCER OR~~ broker in payment of premiums; and

(ii) that contains an assignment of or is otherwise secured by the unearned premium or refund obtainable from the insurer on cancellation of the insurance contract, ~~TOGETHER WITH INTEREST AND A SERVICE CHARGE.~~