

Parris N. Glendening  
Governor

**Senate Bill No. 751**

AN ACT concerning

**Premium Finance Companies and Agreements**

FOR the purpose of making technical changes to certain provisions of law relating to premium finance companies and premium finance agreements; ~~establishing a requirement for a minimum net worth or letter of credit for premium finance companies~~ altering certain registration provisions to require a premium finance company to elect from among certain alternatives concerning the financial security of the premium finance company under certain circumstances; specifying certain information required of certain applicants; altering certain fees; ~~requiring certain hearings for certain persons under certain circumstances~~ clarifying that the denial of an applicant's registration is subject to certain hearing requirements; altering certain provisions relating to record keeping and registration; altering certain requirements and contents of premium finance agreements, their terms, administration, charges, interest, assignment, and cancellation; authorizing the financing of certain additional or renewal premiums; ~~providing for the calculation and disposition of certain return premiums under certain circumstances~~; providing for the sufficiency of certain forms of notice; altering certain time limits for certain notices and payments; altering ~~and adding~~ certain definitions; and generally relating to 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~~ 23-208, ~~23-207~~, ~~23-208~~, 23-301, 23-302, ~~23-304~~ 23-306 through 23-308, 23-403, ~~and 23-405~~ 23-402, 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