

(2) compute the effective date of cancellation from the day the insurer receives the notice of cancellation from the premium finance company.

23-405.

(a) (1) Whenever an insurance contract is canceled in accordance with this subtitle, the insurer shall return any gross unearned premiums that are due under the insurance contract, ~~less agents' earned commissions,~~ to the premium finance company for the account of the insured within a reasonable time not exceeding [60] 45 days after:

(i) receipt by the insurer of [the] A ~~WRITTEN~~ notice of cancellation FROM THE PREMIUM FINANCE COMPANY; or

(ii) completion of any payroll audit necessary to determine the amount of premium earned while the insurance contract was in force.

(2) ~~A RETURN PREMIUM SHALL BE SUBJECT TO ANY MINIMUM EARNED PREMIUM STATED IN THE INSURANCE CONTRACT.~~

(3) An audit under paragraph (1)(ii) of this subsection shall be performed within [60] 45 days after the insurer receives the notice of cancellation.

(b) (1) ~~{After the insurer returns to the premium finance company any gross unearned premiums that are due under the insurance contract, the premium finance company shall refund to the insured the amount of unearned premium that exceeds any amount due under the premium finance agreement.} IF CREDITING OF RETURN PREMIUMS TO THE ACCOUNT OF THE INSURED CAUSES A SURPLUS OVER THE AMOUNT DUE FROM THE INSURED, THE PREMIUM FINANCE COMPANY SHALL REFUND THE SURPLUS TO THE INSURED AS SOON AS REASONABLY POSSIBLE NOT EXCEEDING 15 BUSINESS DAYS AFTER THE PREMIUM FINANCE COMPANY RECEIVES ALL RETURN PREMIUMS.~~

(2) A premium finance company need not make a refund to the insured if the amount of the refund would be less than \$5.

23-406.

Whenever an insurance contract is canceled in accordance with this subtitle, the premium finance company may not collect from an insured an amount due under the premium finance agreement that is less than \$5.

23-501.

A premium finance company, or an agent or ~~producer~~ BROKER, if applicable, may not require an insured or prospective insured to purchase or finance add-on coverage, as defined in § 20-504 of this article, as a condition of financing the premium for an insurance contract issued by the Maryland Automobile Insurance Fund.

23-502.

A person may not pay any part of an initial service fee or any other fee or charge to an agent, broker, employee of an agent or broker, or to any other person as an inducement to financing an insurance contract with a premium finance company.