

premium finance agreement; providing for certain exceptions; and generally relating to the sale, disclosure, and financing of add-ons certain coverages under certain circumstances.

BY adding to

Article 48A – Insurance Code  
Section 243BC ~~and 486-I~~  
Annotated Code of Maryland  
(1986 Replacement Volume and 1990 Supplement)

BY repealing and reenacting, with amendments,

Article 48A – Insurance Code  
Section 486C  
Annotated Code of Maryland  
(1986 Replacement Volume and 1990 Supplement)

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

**Article 48A – Insurance Code**

243BC.

~~(A) (1) IN THIS SECTION THE FOLLOWING TERMS HAVE THE MEANINGS INDICATED.~~

~~(2) (I) "PREMIUM FINANCE AGREEMENT" MEANS A PREMIUM FINANCE AGREEMENT AS DEFINED UNDER § 468A(A) OF THIS ARTICLE.~~

~~(II) NOTWITHSTANDING SUBPARAGRAPH (I) OF THIS PARAGRAPH, "PREMIUM FINANCE AGREEMENT" DOES NOT INCLUDE AN ADD-ON FINANCE AGREEMENT.~~

~~(3) "PREMIUM FINANCE COMPANY" MEANS ANY PERSON WHO ENGAGES IN THE BUSINESS OF ENTERING INTO OR ACCEPTING PREMIUM FINANCE AGREEMENTS OR ADD-ON FINANCE AGREEMENTS.~~

~~(4) "ADD-ON FINANCE AGREEMENT" MEANS ANY AGREEMENT BY WHICH AN INSURED OR PROSPECTIVE INSURED PROMISES OR AGREES TO PAY TO OR TO THE ORDER OF ANOTHER PERSON AN AMOUNT ADVANCED OR TO BE ADVANCED UNDER THE AGREEMENT TO AN INSURER, AGENT, BROKER, OR OTHER PERSON IN PAYMENT OF ANY ADD-ON.~~

~~(5) (I) "ADD-ON"~~

(A) IN THIS SECTION, "ADD-ON":