

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2008.

Approved by the Governor, April 8, 2008.

CHAPTER 88

(House Bill 750)

AN ACT concerning

Insurance – Notice of Cancellation of Binders or Policies – Certificate of Mail

FOR the purpose of requiring that a certain notice of cancellation of certain binders or policies of insurance be sent by certificate of mail; and generally relating to cancellations of binders or policies of insurance.

BY repealing and reenacting, with amendments,

Article – Insurance

Section 12-106

Annotated Code of Maryland

(2003 Replacement Volume and 2007 Supplement)

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

Article – Insurance

12-106.

(a) In this section, “personal insurance” means property insurance or casualty insurance issued to an individual, trust, estate, or similar entity that is intended to insure against loss arising principally from the personal, noncommercial activities of the insured.

(b) This section applies only to a binder or policy, other than a renewal policy, of personal insurance, commercial property insurance, and commercial liability insurance.

(c) A binder or policy is subject to a 45-day underwriting period beginning on the effective date of coverage.