

BY: Finance Committee

AMENDMENTS TO SENATE BILL 656
(First Reading File Bill)

AMENDMENT NO. 1

On page 1, strike beginning with “prohibiting” in line 4 down through “contract;” in line 12; strike beginning with “specifying” in line 23 down through “to” in line 24 and substitute “providing that the terms and conditions of a”; in line 24, after “notice” insert “shall be governed by the policy of insurance and may not be altered by a certificate of insurance”; in line 26, after the first “the” insert “Maryland Insurance”; strike beginning with “authorizing” in line 28 down through “regulations;” in line 30; and in line 30, after “application” insert “and construction”.

On page 2, in line 1, after “terms;” insert “requiring the Commissioner to conduct a certain study and report to certain committees of the General Assembly on or before a certain date;”.

AMENDMENT NO. 2

On page 2, in line 28, after “(B)” insert “(1)”; and after line 33, insert:

“(2) THIS SECTION MAY NOT BE CONSTRUED TO APPLY TO A STATEMENT, SUMMARY, OR EVIDENCE OF PROPERTY INSURANCE, INCLUDING A CERTIFICATE, REQUIRED BY A LENDER THAT HOLDS A LOAN SECURED BY:

(I) A MORTGAGE;

(II) A LIEN;

(III) A DEED OF TRUST; OR

(Over)

**(IV) ANY OTHER SECURITY INTEREST IN REAL OR PERSONAL
PROPERTY AS SECURITY FOR THE LOAN.”.**

AMENDMENT NO. 3

On pages 3 and 4, strike in their entirety the lines beginning with line 1 on page 3 through line 6 on page 4, inclusive.

On page 4, in lines 7, 12, 17, 20, 33, and 34, strike “(G)”, “(H)”, “(I)”, “(J)”, “(2)”, and “(I)”, respectively, and substitute “(C)”, “(D)”, “(E)”, “(F)”, “(G)”, and “(1)”, respectively; in line 24, strike “RIGHTS” and substitute “COVERAGE”; in the same line, strike “THE RIGHTS” and substitute “THE COVERAGE”; strike in their entirety lines 26 through 32, inclusive; in line 33, strike “THE” and substitute “A”; and in the same line, after “NOTICE” insert “OF CANCELLATION, NONRENEWAL, MATERIAL CHANGE, OR OTHER SIMILAR MATTERS RELATING TO A POLICY OF INSURANCE REFERENCED IN A CERTIFICATE OF INSURANCE”.

On page 5, in lines 1, 3, and 6, strike “(II)”, “(L)”, and “(M) (1)”, respectively, and substitute “(2)”, “(H)”, and “(I)”, respectively; strike in their entirety lines 10 through 15, inclusive; and in line 16, after “2.” insert “AND BE IT FURTHER ENACTED, That:

(a) The Maryland Insurance Commissioner shall study the impact of requiring a certificate of insurance to be in a form that must be filed with and approved by the Commissioner before use.

(b) The study shall include a review of states having similar requirements.

(c) The Commissioner shall include representatives of all interested parties in the conduct of the study.

(d) On or before December 1, 2011, the Commissioner shall report the findings and conclusions of the study, in accordance with § 2-1246 of the State Government Article, to the Senate Finance Committee and the House Economic Matters Committee.

SECTION 3.”.