

SENATE BILL 750

C4

6lr2418
CF 6lr3615

By: **Senator Klausmeier**

Introduced and read first time: February 5, 2016

Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

2 **Portable Electronics Insurance – Compensation of Vendor Employees – Repeal**
3 **of Sunset and Reporting Requirement**

4 FOR the purpose of repealing the termination of a certain provision of law authorizing the
5 employees of a vendor or authorized representative of a vendor of portable electronics
6 insurance to be compensated in a certain manner; repealing a requirement that the
7 Maryland Insurance Administration keep track of certain complaints, make a
8 certain determination, and, on or before a certain date, make a certain report to
9 certain committees of the General Assembly; and generally relating to vendor
10 employee compensation and portable electronics insurance.

11 BY repealing and reenacting, without amendments,
12 Article – Insurance
13 Section 10–703(e)(2)
14 Annotated Code of Maryland
15 (2011 Replacement Volume and 2015 Supplement)

16 BY repealing
17 Chapter 525 of the Acts of the General Assembly of 2013
18 Section 4

19 BY repealing and reenacting, with amendments,
20 Chapter 525 of the Acts of the General Assembly of 2013
21 Section 5

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

24 **Article – Insurance**

25 10–703.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (e) (2) A vendor or an authorized representative of the vendor may compensate
2 the employees of the vendor or of the authorized representative in a manner that does not
3 depend solely on the sale of portable electronics insurance.

4 **Chapter 525 of the Acts of 2013**

5 **[SECTION 4. AND BE IT FURTHER ENACTED, That the Maryland Insurance**
6 **Commissioner shall:**

7 (1) keep track of complaints from consumers regarding the sales practices
8 of vendor employees at point of sale, including:

9 (i) the number of complaints;

10 (ii) a summary of the allegations contained in the complaints; and

11 (iii) the disposition of the complaints;

12 (2) based on the complaints under paragraph (1) of this section and any
13 other information the Commissioner determines necessary, determine whether and how
14 vendor employees should be compensated for selling a portable electronics limited lines
15 insurance policy; and

16 (3) on or before January 1, 2017, report the Commissioner's findings and
17 recommendations, in accordance with § 2-1246 of the State Government Article, to the
18 Senate Finance Committee and the House Economic Matters Committee.]

19 **SECTION 5. AND BE IT FURTHER ENACTED, That this Act shall take effect**
20 **October 1, 2013. [Section 1 of this Act shall remain effective for a period of 4 years and, at**
21 **the end of September 30, 2017, with no further action required by the General Assembly,**
22 **Section 1 of this Act shall be abrogated and of no further force and effect.]**

23 **SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July**
24 **1, 2016.**