

BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 807

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, strike “Homeowner’s”; in the same line, strike “Perpetual Policies” and substitute “Risks and Classes of Risks”; in line 3, strike “perpetual” and substitute “certain insurance risk or class of risk if the provisions of the”; strike beginning with the second “of” in line 3 down through “insurance” in line 6 and substitute “require a one-time deposit for a stated amount of coverage except under certain circumstances”; and strike in their entirety lines 7 through 11, inclusive, and substitute:

“BY adding to

Article - Insurance

Section 27-501(a)(3)

Annotated Code of Maryland

(1997 Volume and 2001 Supplement)”.

AMENDMENT NO. 2

On page 1, after line 15, insert:

“(a) (3) AN INSURER MAY NOT CANCEL A PARTICULAR INSURANCE RISK OR CLASS OF RISK IF THE PROVISIONS OF THE POLICY REQUIRE A ONE-TIME DEPOSIT FOR A STATED AMOUNT OF COVERAGE UNLESS:

(I) THE CANCELLATION IS IN ACCORDANCE WITH THE PROVISIONS OF THIS SUBTITLE; AND

(II) THE CANCELLATION TAKES EFFECT ON THE ANNIVERSARY DATE OF THE INCEPTION OF THE POLICY.”

(Over)

On pages 1 and 2, strike in their entirety the lines beginning with line 16 on page 1 through line 5 on page 2, inclusive.