

BY: Finance Committee

AMENDMENTS TO SENATE BILL NO. 551

(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 3, after “of” insert “requiring a premium finance agreement to include a certain disclosure under certain circumstances;”; in line 6, after “fee;” insert “providing for the application of this Act;”; and in line 10, after “Section” insert “23-301(b) and”.

AMENDMENT NO. 2

On page 1, after line 20, insert:

“23-301.

(b) A premium finance agreement shall contain:

(1) the name and place of business of the insurance producer negotiating the related insurance contract;

(2) the name and residence or place of business of the insured as specified by the insured;

(3) the name and place of business of the premium finance company to which payments may be made;

(4) a brief description of the insurance contracts involved and the amount of the premium; and

(5) if applicable, the following items:

(i) the total amount of the premiums;

(Over)

- (ii) the amount of the down payment;
- (iii) the principal balance (the difference between items (i) and (ii) of this item);
- (iv) the amount of the finance charge;
- (v) the balance payable by the insured (the sum of items (iii) and (iv) of this item);
- (vi) the number of installments required, the amount of each installment expressed in dollars, and the due date or period of each installment; [and]
- (vii) an itemized list for each insurance contract or coverage financed under the premium finance agreement that includes:
1. the applicable prefix and number;
  2. the effective date of the insurance contract or coverage;
  3. the name of the company issuing the insurance contract or coverage; and
  4. the premium for the insurance contract or coverage; AND
- (VIII) THE ELECTRONIC PAYMENT FEE.”.

AMENDMENT NO. 3

On page 2, after line 9, insert:

“SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall apply to all premium finance agreements and contracts issued, delivered, or renewed on or after the effective date of this Act.”;

and in line 10, strike “2.” and substitute “3.”.