
By: **Senator Astle**

Introduced and read first time: January 30, 2006

Assigned to: Finance

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: March 24, 2006

CHAPTER_____

1 AN ACT concerning

2 **Insurance - Improper Premiums and Charges - Bail Bonds - ~~Civil~~ Penalty**

3 FOR the purpose of establishing a certain ~~civil~~ penalty for collecting a certain
4 improper premium or charge for insurance with regard to a bail bond; and
5 generally relating to improper premiums and charges for insurance.

6 BY repealing and reenacting, without amendments,
7 Article - Insurance
8 Section 27-216(b)(1)
9 Annotated Code of Maryland
10 (2002 Replacement Volume and 2005 Supplement)

11 BY adding to
12 Article - Insurance
13 Section 27-216(f)
14 Annotated Code of Maryland
15 (2002 Replacement Volume and 2005 Supplement)

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

18 **Article - Insurance**

19 27-216.

20 (b) (1) A person may not willfully collect a premium or charge for insurance
21 that:

1 (i) exceeds or is less than the premium or charge applicable to that
2 insurance under the applicable classifications and rates as filed with and approved by
3 the Commissioner; or

4 (ii) if classifications, premiums, or rates are not required by this
5 article to be filed with and approved by the Commissioner, exceeds or is less than the
6 premium or charge specified in the policy and set by the insurer.

7 (F) IN ADDITION TO ANY ~~CIVIL PENALTY~~ OTHER SANCTION OTHERWISE
8 APPLICABLE, A PERSON THAT VIOLATES SUBSECTION (B)(1) OF THIS SECTION WITH
9 REGARD TO A BAIL BOND IS SUBJECT TO A ~~CIVIL~~ PENALTY NOT EXCEEDING \$5,000
10 FOR EACH VIOLATION.

11 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
12 October 1, 2006.