

HOUSE BILL 160

C4

9lr0050

By: **Chair, Economic Matters Committee (By Request - Departmental - Insurance Administration, Maryland)**

Introduced and read first time: January 26, 2009

Assigned to: Economic Matters

Committee Report: Favorable with amendments

House action: Adopted

Read second time: February 18, 2009

CHAPTER _____

1 AN ACT concerning

2 **Insurance - Fraudulent Acts - Insurance Producers and Adjusters**

3 FOR the purpose of altering the circumstances under which it is a fraudulent
4 insurance act for a person to act as or represent to the public that the person is
5 an insurance producer or a public adjuster in the State; and generally relating
6 to fraudulent insurance acts.

7 BY repealing and reenacting, with amendments,
8 Article - Insurance
9 Section 27-405
10 Annotated Code of Maryland
11 (2006 Replacement Volume and 2008 Supplement)

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

14 **Article - Insurance**

15 27-405.

16 (a) It is a fraudulent insurance act for a person to act as or represent to the
17 public that the person is an insurance producer or **A PUBLIC** adjuster in the State if
18 the person has not received the appropriate license under or otherwise complied with
19 Title 10[, Subtitle 1] of this article.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

~~Strike-out~~ indicates matter stricken from the bill by amendment or deleted from the law by amendment.



1 (b) It is a fraudulent insurance act for an insurance producer:

2 (1) to solicit or take application for, procure, or place for others
3 insurance for which the insurance producer has not obtained an appropriate license;

4 (2) knowingly to violate § 10–130 of this article; or

5 (3) intentionally to fail to report to an insurer the exact amount of
6 consideration charged as a premium for an insurance contract, if different from the
7 policy premium, and to fail to maintain records that show that information.

8 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
9 October 1, 2009.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.