

SENATE BILL 456

C4

4r0873
CF 4r2602

By: **Senator Pugh**

Introduced and read first time: January 27, 2014

Assigned to: Finance

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 25, 2014

CHAPTER _____

1 AN ACT concerning

2 **Insurance – Definition of Premium – Inclusion of Motor Vehicle Driving**
3 **Record Report and Accident History Report Fees**

4 FOR the purpose of altering the definition of “premium” for purposes of the insurance
5 laws of the State to include, ~~except in connection with automobile insurance~~
6 ~~placed through the Maryland Automobile Insurance Fund, a fee charged by the~~
7 ~~Motor Vehicle Administration for a driving record and a fee for report fee and~~
8 an accident history report fee.

9 BY repealing and reenacting, without amendments,
10 Article – Insurance
11 Section 1–101(a)
12 Annotated Code of Maryland
13 (2011 Replacement Volume and 2013 Supplement)

14 BY repealing and reenacting, with amendments,
15 Article – Insurance
16 Section 1–101(ff)
17 Annotated Code of Maryland
18 (2011 Replacement Volume and 2013 Supplement)

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

21 **Article – Insurance**

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 1-101.

2 (a) In this article the following words have the meanings indicated.

3 (ff) (1) "Premium" means consideration for insurance.

4 (2) "Premium" includes:

5 (i) except as provided in paragraph (3) of this subsection, an
6 assessment; ~~and~~

7 (ii) a membership fee, policy fee, survey fee, inspection fee,
8 service fee, DRIVING RECORD REPORT FEE, ACCIDENT HISTORY REPORT FEE, or
9 other similar fee in consideration for an insurance contract; ~~AND~~

10 ~~(HH) EXCEPT IN CONNECTION WITH AUTOMOBILE~~
11 ~~INSURANCE PLACED THROUGH THE MARYLAND AUTOMOBILE INSURANCE~~
12 ~~FUND, A FEE CHARGED BY THE MOTOR VEHICLE ADMINISTRATION FOR A~~
13 ~~DRIVING RECORD AND A FEE FOR AN ACCIDENT HISTORY REPORT.~~

14 (3) "Premium" does not include:

15 (i) an assessment as described in § 9-225 of this article; or

16 (ii) an assessment made under any State law that provides for
17 insolvency protection or insurance availability.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
19 October 1, 2014.

Approved:

Governor.

President of the Senate.

Speaker of the House of Delegates.