

SB0910/797376/1

BY: Finance Committee

AMENDMENTS TO SENATE BILL 910
(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 3, strike “an exception for” and substitute “a provision of law subjecting”; in line 4, strike “from certain provisions of law governing” and substitute “to”; in line 14, after the second “that” insert “has had a motor vehicle liability insurance policy but”; strike beginning with “authorizing” in line 16 down through “amount” in line 21 and substitute “requiring the Maryland Insurance Commissioner to require the Fund to file certain reports with the Commissioner on or before certain dates; requiring the Commissioner to review the Fund’s reports and make certain determinations; requiring the Commissioner to report the Commissioner’s findings to certain committees of the General Assembly on or before certain dates; providing for the effective dates of this Act; providing for the termination of certain provisions of this Act”; and in line 26, strike “20-514, and 20-516” and substitute “and 20-514”.

AMENDMENT NO. 2

On page 2, after line 14, insert:

“SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland read as follows:

Article – Insurance”.

On page 4, in line 28, after “(III)” insert “HAS HAD A MOTOR VEHICLE LIABILITY INSURANCE POLICY BUT”; in the same line, strike “6” and substitute “12”; and in line 30, after “POLICY” insert “, AS VERIFIED BY A COMMERCIAL THIRD-PARTY DATABASE OR A STATE AGENCY”.

(Over)

SB0910/797376/1 **Finance Committee**
Amendments to SB 910
Page 2 of 3

On pages 7 and 8, strike in their entirety the lines beginning with line 3 on page 7 through line 5 on page 8, inclusive.

On page 8, after line 5, insert:

“SECTION 3. AND BE IT FURTHER ENACTED, That the Maryland Insurance Commissioner shall:

(1) require the Maryland Automobile Insurance Fund to file a premium tax exemption report with the Commissioner on or before October 1, 2019, October 1, 2020, and October 1, 2021, that specifies, since the premium tax exemption provided for in § 6-101 of the Insurance Article, as enacted by Section 1 of this Act, became effective:

- (i) the amount of the premium tax subject to the exemption;
- (ii) the year-over-year change in the Fund’s surplus;
- (iii) the increase or decrease in the Fund’s overall premium rate structure;
- (iv) the impact of the premium tax exemption on the Fund’s surplus; and
- (v) the surplus to assessment threshold ratio;

(2) review the Fund’s premium tax exemption reports and determine whether, since the premium tax exemption provided for in § 6-101 of the Insurance Article, as enacted, by Section 1 of this Act, became effective:

- (i) the Fund’s surplus has increased or decreased;

SB0910/797376/1 **Finance Committee**
Amendments to SB 910
Page 3 of 3

(ii) any additions to the Fund's surplus due to the premium tax exemption has allowed the surplus to become excessive;

(iii) the Fund has decreased its overall premium rate structure;
and

(iv) the Fund's premium rates have been subsidized by the premium tax exemption; and

(3) report the findings to the Senate Finance Committee and the House Economic Matters Committee on or before December 1, 2019, December 1, 2020, and December 1, 2021.

SECTION 4. AND BE IT FURTHER ENACTED, That Sections 1 and 3 of this Act shall take effect January 1, 2018. Sections 1 and 3 of this Act shall remain effective for a period of 4 years and 6 months and, at the end of June 30, 2022, with no further action required by the General Assembly, Sections 1 and 3 of this Act shall be abrogated and of no further force and effect.”.

On page 8, in line 6, strike “2.” and substitute “5.”; in the same line, after “That” insert “, except as provided in Section 4 of this Act.”; and in line 7, strike “October” and substitute “July”.