

SENATE BILL 32

C4

7lr0066

(PRE-FILED)

By: **Chair, Finance Committee (By Request – Departmental – Maryland Insurance Administration)**

Requested: September 22, 2016

Introduced and read first time: January 11, 2017

Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

2 **Motor Vehicle Liability Insurance – Cancellation of Policy or Binder – Scope of**
3 **Notice Requirements**

4 FOR the purpose of clarifying that provisions of law requiring an insurer to take certain
5 actions before canceling, failing to renew, or reducing coverage under a policy or
6 binder of private passenger motor vehicle liability insurance do not apply to the
7 cancellation of the policy or binder during a certain underwriting period; and
8 generally relating to the cancellation of private passenger motor vehicle liability
9 insurance.

10 BY repealing and reenacting, with amendments,
11 Article – Insurance
12 Section 27–613(a)
13 Annotated Code of Maryland
14 (2011 Replacement Volume and 2016 Supplement)

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

17 **Article – Insurance**

18 27–613.

19 (a) (1) This section applies only to private passenger motor vehicle liability
20 insurance.

21 (2) This section does not apply to the Maryland Automobile Insurance
22 Fund.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 **(3) THIS SECTION DOES NOT APPLY TO THE CANCELLATION OF A**
2 **POLICY OR BINDER OF PRIVATE PASSENGER MOTOR VEHICLE LIABILITY INSURANCE**
3 **BY AN INSURER DURING THE 45-DAY UNDERWRITING PERIOD IN ACCORDANCE WITH**
4 **§ 12-106 OF THIS ARTICLE.**

5 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
6 October 1, 2017.