

Chapter 40

(Senate Bill 784)

AN ACT concerning

Financial Institutions – Consumer Credit – Application of Licensing Requirements

FOR the purpose of repealing a certain provision of law exempting all persons that acquire or are assigned certain mortgages, mortgage loans, or installment loans under certain circumstances from certain provisions of law governing the licensing of providers of certain financial services in the State; and generally relating to consumer credit lending licensing requirements.

BY repealing

Article – Financial Institutions

Section 11–102

Annotated Code of Maryland

(2020 Replacement Volume and 2025 Supplement)

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

Article – Financial Institutions

[11–102.

(a) In this section, “installment loan” has the meaning stated in § 11–301 of this title.

(b) Except for § 11–219 of this title, this title does not apply to a person that acquires or is assigned in whole or in part:

(1) A mortgage, if the person does not otherwise make mortgages;

(2) A mortgage loan, as defined in § 11–501 of this title, if the person does not otherwise engage in the mortgage lending business, as defined in § 11–501 of this title; or

(3) An installment loan, if the person:

(i) Relies on another person to service or collect on the installment loan; and

(ii) Does not otherwise make installment loans.

(c) This section may not be construed to alter the definition of “student loan servicer”, as defined in § 2–104.1 of this article.]

SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the General Assembly that Section 1 of this Act be construed as a clarifying corrective measure to repeal a provision of law erroneously enacted by Chapter 118 of the Acts of the General Assembly of 2025.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2026.

Approved by the Governor, April 14, 2026.