

HB1078/893298/1

BY: Economic Matters Committee

AMENDMENTS TO HOUSE BILL 1078
(First Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 4, strike “under commercial insurance policies”; in the same line, after “producers” insert “under commercial insurance policies issued to certain exempt commercial policyholders”.

AMENDMENT NO. 2

On page 2, strike in their entirety lines 10 through 17, inclusive, and substitute:

“(2) PAYING COMMISSIONS TO LICENSED INSURANCE PRODUCERS ON A VARIABLE BASIS ON POLICIES ISSUED TO QUALIFIED EXEMPT COMMERCIAL POLICYHOLDERS, AS DEFINED IN § 11-206 OF THIS ARTICLE, IF:

(I) THE PAYMENT OF THE COMMISSION TO THE INSURANCE PRODUCER ON A VARIABLE BASIS RESULTS IN A LOWER TOTAL COST OF THE POLICY TO THE QUALIFIED EXEMPT COMMERCIAL POLICYHOLDER; AND

(II) THE INSURANCE PRODUCER RECEIVING THE COMMISSION HAS AGREED TO THE SPECIFIC LEVEL OF COMMISSION TO BE PAID ON THE POLICY; or”.

On page 3, strike in their entirety lines 11 through 18, inclusive, and substitute:

“(IV) AN INSURER FROM PAYING COMMISSIONS TO LICENSED INSURANCE PRODUCERS ON A VARIABLE BASIS ON POLICIES ISSUED TO QUALIFIED EXEMPT COMMERCIAL POLICYHOLDERS, AS DEFINED IN § 11-206 OF THIS ARTICLE, IF:

(Over)

1. THE PAYMENT OF THE COMMISSION TO THE INSURANCE PRODUCER ON A VARIABLE BASIS RESULTS IN A LOWER TOTAL COST OF THE POLICY TO THE QUALIFIED EXEMPT POLICYHOLDER; AND

2. THE INSURANCE PRODUCER RECEIVING THE COMMISSION HAS AGREED TO THE SPECIFIC LEVEL OF COMMISSION TO BE PAID ON THE POLICY; or’.