

(iv) Insurance issued under the Maryland automobile insurance plan shall be effective beginning at the time the risk is bound by any procuring licensed agent or broker who is licensed as a resident broker or agent in accordance with the provisions of subtitle 11 of this article. Provided however that, with respect to the time insurance coverage becomes effective, the plan may provide that the agent or broker send by registered or certified mail a binder notice to the Maryland automobile insurance plan office and that the insurance take effect at 12:01 a.m. of the second day following mailing of the binder notice.

(v) No eligible applicant may be refused or cancelled by the insurer for underwriting reasons, provided that nothing in this paragraph shall prevent reclassifications of risks, subject to all of the other standards and requirements of this article, and provided further that nothing in this paragraph shall prevent correction of an error in the rate or change in classification of any risk at any time or rescission for fraud or material misrepresentation in procuring the insurance.

(vi) An insurer hereunder shall not be permitted to refuse or cancel any insurance for nonpayment of premium unless (1) the net premium is not received from the broker within 10 days after a statement of net amount due is mailed by the insurer to the broker or procuring agent, but in no event earlier than 30 days from the date when the insurance became effective, or (2) the broker or procuring agent orders cancellation for nonpayment, or (3) a lender or assignee, whether by written power of attorney or otherwise, orders cancellation. An insurer hereunder shall not cancel any insurance for nonpayment of premiums where the premium due has been paid to the broker or licensed procuring agent. Notwithstanding any default of the insured in a premium payment to the broker or procuring agent, or any cancellation or replacement of the insurance, whether prior to or after the issuance of a policy any broker or procuring agent who binds or places as such insurance is liable to the insurer for payment in full of the net premium therefor for the time the insurance is in force. The plan may provide for a minimum net earned premium of not exceeding \$15.00 per automobile.

(vii) An insurer hereunder shall upon appropriate notice in accordance with Section 486F, of this article cancel the insurance and return the unearned premium to the lender, assignee, broker, or other person who is entitled to the same.

(viii) The broker or procuring agent shall be allowed a commission on such business of not less than 10 percent of the gross premium, and no insurer may require that the broker remit greater than the resulting net premium after deduction of commissions under the Maryland automobile insurance plan.

(ix) Any insured under the plan as of January 1, 1970 who completes a three years assignment period and who, during that period has no moving traffic violations or traffic accidents for which he was held responsible, and whose records at the Department of Motor Vehicles shows none, is entitled to renewal coverage from the assigned insurer at the basic insurance rating board rates. It is the responsibility of the assigned insurer to notify the insured that they will provide renewal coverage on this basis. The renewal coverage provided for in this section will continue on a year to year basis.