

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That section(s) of the Annotated Code of Maryland be repealed, amended, or enacted to read as follows:

Article 48A - Insurance Code

486F.

A premium finance agreement may provide for the payment by the insured of a delinquency and collection charge on each installment in default for a period of not less than five (5) 1 5 days in an amount of [one dollar (\$1)] \$1 to a maximum not to exceed [five percent (5%)] 5 PERCENT of [such] THE installment or [five dollars (\$5.00)] \$5, whichever is less, provided that only one [such] delinquency and collection charge may be collected on any [such] installment regardless of the period during which it remains in default; and if the default results in the cancellation of any insurance contract listed in the agreement, the agreement may provide for the payment by the insured of a cancellation charge equal to the difference between any delinquency and collection charge imposed in respect to the installment in default and [five dollars (\$5.00)] \$10; provided, however, that should the cancellation notice be withdrawn prior to its effective date and the insurance coverages reinstated, the agreement may provide for payment by the insured of the same charges provided for above where the cancellation is actually effected.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 1979.

Approved May 29, 1979.

CHAPTER 728

(House Bill 1042)

AN ACT concerning

Montgomery County - Oakmont Special Tax Area
MC 238-79

FOR the purpose of providing a procedure for the determination of compensation of members and officers of the Oakmont Citizens' Committee and setting a maximum amount of such compensation; revising the limitation on expenditures for material or work without advertising for bids; specifying notice and hearing requirements for the adoption of certain regulations; clarifying trial jurisdiction and arrest authority in cases of alleged violations of those regulations; and clarifying language.