

12-909.

(a) In connection with a plan established for a consumer borrower:

(1) The purchase of credit life, credit accident and health, credit disability, involuntary unemployment benefit, and similar coverages is optional with the consumer borrower; and

(2) [The] SUBJECT TO § 12-909.1 OF THIS SUBTITLE, THE purchase of property insurance, title insurance, and credit loss insurance from an insurer of the borrower's choice may be required if the loan is secured.

(b) The provisions of this section do not alter or modify rights, privileges, or restrictions heretofore existing between the credit grantor and a borrower other than a consumer borrower.

(c) Premiums for any insurance coverage permitted by this section are not interest or finance charges under the plan.

(d) The offering and placement of insurance under this section shall be subject to the provisions of the Maryland Insurance Code.

12-909.1.

(A) IN THIS SECTION, "BINDER" MEANS A BINDER OR OTHER TEMPORARY CONTRACT OF INSURANCE AS PROVIDED UNDER ARTICLE 48A, § 379 OF THE CODE.

(B) A CREDIT GRANTOR SHALL COMPLY WITH THIS SECTION IF THE CREDIT GRANTOR:

(1) MAKES ANY LOAN SECURED BY A FIRST LIEN ON ANY INTEREST IN OWNER-OCCUPIED RESIDENTIAL REAL PROPERTY; AND

(2) AS A CONDITION OF MAKING THE LOAN, REQUIRES THE CONSUMER BORROWER TO PURCHASE PROPERTY INSURANCE, ~~PROPERTY~~ ~~INSURANCE~~, OR CREDIT LOSS INSURANCE.

(C) A CREDIT GRANTOR WHO MAKES A LOAN SUBJECT TO THIS SECTION SHALL ACCEPT AS EVIDENCE OF INSURANCE A WRITTEN BINDER ISSUED BY ANY AUTHORIZED INSURER OR ITS AGENT IF THE BINDER INCLUDES OR IS ACCOMPANIED BY:

(1) THE NAME AND ADDRESS OF THE INSURED CONSUMER BORROWER;

(2) THE NAME AND ADDRESS OF THE CREDIT GRANTOR;

(3) A DESCRIPTION OF THE INSURED RESIDENTIAL REAL PROPERTY;