

SENATE BILL 149

C4, C3

(PRE-FILED)

1lr1187
CF 1lr1028

By: **Senator Kelley**

Requested: October 28, 2020

Introduced and read first time: January 13, 2021

Assigned to: Finance and Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 **Insurance – Application of Premium Tax – Continued Exclusion of Maryland**
3 **Automobile Insurance Fund**

4 FOR the purpose of repealing a certain termination provision for the purpose of continuing
5 the exclusion of the Maryland Automobile Insurance Fund from the list of insurance
6 companies and other persons that are subject to a certain premium tax; and
7 generally relating to taxation of insurance premiums.

8 BY repealing and reenacting, without amendments,
9 Article – Insurance
10 Section 6–101(a)
11 Annotated Code of Maryland
12 (2017 Replacement Volume and 2020 Supplement)

13 BY repealing and reenacting, with amendments,
14 Chapter 509 of the Acts of the General Assembly of 2017
15 Section 4

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

18 **Article – Insurance**

19 6–101.

20 (a) The following persons are subject to taxation under this subtitle:

21 (1) a person engaged as principal in the business of writing insurance
22 contracts, surety contracts, guaranty contracts, or annuity contracts;

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



(2) a managed care organization authorized by Title 15, Subtitle 1 of the Health – General Article;

(3) a for–profit health maintenance organization authorized by Title 19, Subtitle 7 of the Health – General Article;

(4) an attorney in fact for a reciprocal insurer; and

(5) a credit indemnity company.

Chapter 509 of the Acts of 2017

SECTION 4. AND BE IT FURTHER ENACTED, That Sections 1 and 3 of this Act shall take effect January 1, 2018. [Sections 1 and] SECTION 3 of this Act shall remain effective for a period of 4 years and 6 months and, at the end of June 30, 2022, with no further action required by the General Assembly, [Sections 1 and] SECTION 3 of this Act shall be abrogated and of no further force and effect.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2021.