

Title 31 MARYLAND INSURANCE ADMINISTRATION

Subtitle 15 UNFAIR TRADE PRACTICES

Chapter 11 Use of Credit History in Underwriting and Rate Making

Authority: Insurance Article, § 27-501, Annotated Code of Maryland

.06 Private Passenger Motor Vehicle Insurance — Credit History Use Disclosure — Premium Quotation.

A. [Contents of] *Required* Disclosure.

(1) An insurer that rates a new policy of private passenger motor vehicle insurance based wholly or partly on the credit history of an applicant shall, at the time of application, advise the applicant [in writing on the application form] that:

(a) The insurer uses credit history to rate new policies; and

(b) The applicant may request a premium quotation that separately identifies the portion of the premium attributable to the applicant's credit history.

(2) The disclosure shall:

(a) Be printed in a prominent location on an electronic or paper application that is completed by the applicant; or

(b) Be verbally relayed to the applicant by the representative of the insurer who completes the application on behalf of the applicant.

(3) If the disclosure is verbally relayed to the applicant by the representative of the insurer who completes the application on behalf of the applicant, the representative shall document the date, time, and manner that the disclosure was provided in the application file.

B. (text unchanged)