

(I) [the] THE required security is replaced AND THE VEHICLE OWNER SUBMITS EVIDENCE OF REPLACED SECURITY ON A FORM AS PRESCRIBED BY THE ADMINISTRATION AND CERTIFIED BY AN INSURER OR AGENT; AND

(II) ANY UNINSURED MOTORIST PENALTY FEE ASSESSED IS PAID TO THE ADMINISTRATION.

(b) AFTER JULY 1, 1983, [Each] EACH insurer or other provider of required security immediately shall notify the Administration of [the termination or other lapse of] ONLY THOSE TERMINATIONS OR OTHER LAPSES THAT ARE FINAL AND OCCUR WITHIN THE FIRST 6 MONTHS OF any required security issued to or provided for a resident of this State.

(c) On receipt of a notice under subsection (b) of this section, the Administration shall make a reasonable effort to notify the owner of the vehicle that his registration has been suspended.

(d) (1) Within 48 hours after an owner is notified by the Administration of the suspension of registration, the owner shall surrender all evidences of that registration to the Administration.

(2) If the owner fails to surrender the evidences of registration within the 48-hour period, the Administration:

(i) Shall attempt to recover from the owner the evidences of registration; and

(ii) May suspend his license to drive until he returns to the Motor Vehicle Administration the evidences of registration.

(e) (1) In addition to any other penalty provided for in the Maryland Vehicle Law, if the required security for a vehicle terminates or otherwise lapses during its registration year, the Administration may assess the owner of the vehicle with a penalty of [up to] \$100 for each vehicle without the required security FOR A PERIOD OF 1 TO 30 DAYS. IF A FINE IS ASSESSED, BEGINNING ON THE 31ST DAY THE FINE SHALL INCREASE BY A RATE OF \$2 FOR EACH DAY.

(2) A penalty assessed under this subsection shall be paid to the uninsured section of the Maryland Automobile Insurance Fund except that the Administration may deduct 10 percent of the amount collected under this section in any year to cover its costs before remitting the balance. IF A PENALTY IS ASSESSED UNDER THIS SECTION, ANY AMOUNT COLLECTED OVER THE INITIAL \$100 SHALL BE DIVIDED EQUALLY BETWEEN THE MARYLAND AUTOMOBILE FUND AND THE ADMINISTRATION.