CHAPTER 514

(Senate Bill 307)

AN ACT concerning

Motor Vehicle Liability Insurance - Voluntary Cancellation of Policy - Surrender of Evidences of Registration Required Regulations

FOR the purpose of requiring an insurer to notify an owner of a motor vehicle who wishes to cancel voluntarily the motor vehicle liability insurance policy that insures the vehicle, that the owner must surrender all evidences of registration to the Motor Vehicle Administration before the insurer cancels the policy; prohibiting an insurer from canceling a policy of motor vehicle liability insurance under certain circumstances until the owner of the motor vehicle insured under the policy provides proof to the insurer that all-evidences of registration have been surrendered to the Motor-Vehicle Administration; and generally relating to surrender of evidences of registration to the Motor Vehicle Administration before voluntary cancellation of policies of motor-vehicle liability insurance insured within a certain time under certain circumstances in a certain manner that, if the-insured fails to renew or replace motor vehicle insurance before the cancellation, a certain law provides that certain penalties may be assessed and that evidences of registration shall be surrendered and that failure to surrender evidences of registration may result in suspension of certain registration privileges requiring the Motor Vehicle Administration, in consultation with the Maryland Insurance Administration and representatives of the automobile insurance industry, to adopt certain regulations establishing certain notification procedures; providing that certain regulations shall establish procedures that will be used by certain insurers to provide notification of certain penalties; and generally relating to the notification by an insurer of an insured that seeks to voluntarily cancel automobile liability insurance.

BY adding-to

Article Insurance

Section 19 517

Annotated Code of Maryland

(1997 Volume and 1999-Supplement)

BY repealing and reenacting, with amendments,

Article - Transportation

Section 17-104

Annotated Code of Maryland

(1999 Replacement Volume and 1999 Supplement)

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