Annotated Code of Maryland

(1987 Replacement Volume and 1990 Supplement)

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

Article - Transportation

17-106.

- (e) (1) (I) 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 \$150 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 \$5 for each day. A penalty imposed under this subsection may not exceed \$1,775.
- (II) EACH PERIOD DURING WHICH THE REQUIRED SECURITY FOR A VEHICLE TERMINATES OR OTHERWISE LAPSES SHALL CONSTITUTE A SEPARATE VIOLATION.
- (III) THE PENALTY IMPOSED UNDER THIS SUBSECTION MAY NOT EXCEED \$2,500 FOR EACH VIOLATION.
- (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 subsection 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.
- (2) A PENALTY ASSESSED UNDER THIS SUBSECTION SHALL BE PAID TO THE MARYLAND AUTOMOBILE INSURANCE FUND AND THE ADMINISTRATION AS FOLLOWS:
 - (I) OF THE INITIAL \$150 COLLECTED:
- 1. 90% TO THE UNINSURED DIVISION OF THE MARYLAND AUTOMOBILE INSURANCE FUND; AND
 - 2. 10% TO THE ADMINISTRATION; AND
 - (II) OF ANY AMOUNT COLLECTED THAT IS OVER \$150:
- <u>1. 50% TO THE UNINSURED DIVISION OF THE MARYLAND AUTOMOBILE INSURANCE FUND; AND</u>
 - 2. 50% TO THE ADMINISTRATION.