

HOUSE BILL 398

R7, C4

71r2242

By: **Delegates Barnes, Ali, Pena-Melnyk, Ramirez, Schuler, Simmons, Vallario, and Vaughn**

Introduced and read first time: February 2, 2007

Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

2 **Vehicle Laws – Required Security – Minimum Amounts**

3 FOR the purpose of increasing the minimum amounts of required security for the
4 payment of certain claims for bodily injury or death arising from a motor vehicle
5 accident; and generally relating to the minimum required security for motor
6 vehicles.

7 BY repealing and reenacting, with amendments,
8 Article – Transportation
9 Section 17–103
10 Annotated Code of Maryland
11 (2006 Replacement Volume and 2006 Supplement)

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

14 **Article – Transportation**

15 17–103.

16 (a) (1) Except as provided in paragraph (2) of this subsection, the form of
17 security required under this subtitle is a vehicle liability insurance policy written by
18 an insurer authorized to write these policies in this State.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 (2) The Administration may accept another form of security in place of
2 a vehicle liability insurance policy if it finds that the other form of security adequately
3 provides the benefits required by subsection (b) of this section.

4 (3) The Administration shall, by regulation, assess each self-insurer
5 an annual sum which may not exceed \$750, and which shall be used for actuarial
6 studies and audits to determine financial solvency.

7 (b) The security required under this subtitle shall provide for at least:

8 (1) The payment of claims for bodily injury or death arising from an
9 accident of up to [~~\$20,000~~] **\$30,000** for any one person and up to [~~\$40,000~~] **\$60,000**
10 for any two or more persons, in addition to interest and costs;

11 (2) The payment of claims for property of others damaged or destroyed
12 in an accident of up to \$15,000, in addition to interest and costs;

13 (3) Unless waived, the benefits described under § 19-505 of the
14 Insurance Article as to basic required primary coverage; and

15 (4) The benefits required under § 19-509 of the Insurance Article as to
16 required additional coverage.

17 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
18 October 1, 2007.