BY: Finance Committee

AMENDMENTS TO HOUSE BILL NO. 1322

(Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 2, after "Security" insert "- <u>Task Force to Examine Liability Insurance on Rental Vehicles</u>"; in line 11, strike "<u>certain terms</u>" and substitute "<u>a certain term</u>; establishing a <u>Task Force to Examine Liability Insurance on Rental Vehicles</u>; specifying the purpose and responsibilities of the <u>Task Force</u>; requiring the <u>Task Force to report to certain persons by certain dates</u>; providing for the composition of the <u>Task Force</u>; providing for a certain effective date"; in line 13, after "vehicles" insert "<u>and to the Task Force to Examine Liability Insurance on Rental Vehicles</u>".

AMENDMENT NO. 2

On page 2, in line 19, strike "(I)"; and strike beginning with "MEANS" in line 19 down through "DEALER" in line 23 and substitute "MEANS A VEHICLE THAT IS LOANED BY AN AUTO REPAIR FACILITY OR A DEALER, OR THAT AN INDIVIDUAL RENTS TEMPORARILY, TO USE WHILE A VEHICLE OWNED BY THE INDIVIDUAL IS NOT IN USE BECAUSE OF LOSS, AS "LOSS" IS DEFINED IN THAT INDIVIDUAL'S APPLICABLE PRIVATE PASSENGER AUTOMOBILE INSURANCE POLICY, OR BECAUSE OF BREAKDOWN, REPAIR, SERVICE, DAMAGE, OR THEFT".

On page 3, in line 17, strike "1."; strike beginning with "MEANS" in line 17 down through "DEALER" in line 21 and substitute "MEANS A VEHICLE THAT IS LOANED BY AN AUTO REPAIR FACILITY OR A DEALER, OR THAT AN INDIVIDUAL RENTS TEMPORARILY, TO USE WHILE A VEHICLE OWNED BY THE INDIVIDUAL IS NOT IN USE BECAUSE OF LOSS, AS "LOSS" IS DEFINED IN THAT INDIVIDUAL'S APPLICABLE PRIVATE PASSENGER AUTOMOBILE INSURANCE POLICY, OR BECAUSE OF BREAKDOWN, REPAIR, SERVICE, DAMAGE, OR THEFT".

AMENDMENT NO. 3

On page 4, in line 1, after "2." insert "AND BE IT FURTHER ENACTED, That:

- (a) There is a Task Force to Examine Liability Insurance on Rental Vehicles.
- (b) The Task Force consists of the following 7 members:
 - (1) 1 Senator appointed by the President of the Senate;
 - (2) 1 Delegate appointed by the Speaker of the House of Delegates;
- (3) the Commissioner of the Maryland Insurance Administration or the Commissioner's designee;
- (4) the Administrator of the Motor Vehicle Administration or the Administrator's designee; and
- (5) 3 members appointed jointly by the President of the Senate and the Speaker of the House of Delegates as follows:
 - (i) 1 representative of the Maryland Rental Car Coalition;
 - (ii) 1 representative of the motor vehicle liability insurance industry; and
 - (iii) 1 member at large.
- (c) The President of the Senate and the Speaker of the House of Delegates shall each appoint a co-chair of the Task Force.
- (d) Staff support for the Task Force shall be provided by the Department of Fiscal Services and the Department of Legislative Reference.
 - (e) The purpose and responsibilities of the Task Force are to:
- (1) review the liability insurance issues, including primary coverage, involved in the rental of motor vehicles in this State;
 - (2) develop recommendations for methods to:

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- (i) reduce costs to consumers of the automobile insurance industry and the rental vehicle industry with respect to duplicative insurance coverages provided on rental vehicles;
- (ii) reduce the confusion to consumers related to the insurance issues involved in rental vehicle transactions; and
 - (iii) reduce costs to consumers of rental vehicles or the use of loaner cars; and
- (3) propose legislative, regulatory, and other changes required to implement the recommendations.
- (f) On or before December 1, 1996, the Task Force shall submit a report to the Governor and, in accordance with § 2-1312 of the State Government Article, the General Assembly.
 - (g) The Task Force shall terminate on January 1, 1997.
- SECTION 3. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall take effect July 1, 1996.

SECTION 4.";

and in line 1, after "That" insert ", except as provided in Section 3 of this Act,".