# **SENATE BILL 85**

 $\mathbf{R4}$ 

(PRE-FILED)

0lr0023

### By: Chair, Judicial Proceedings Committee (By Request – Departmental – Transportation)

Requested: October 1, 2009 Introduced and read first time: January 13, 2010 Assigned to: Judicial Proceedings

# A BILL ENTITLED

### 1 AN ACT concerning

# 2 Vehicle Laws – Electronic Transmission of Title Information by Dealers

- FOR the purpose of providing that, within a certain time period, a licensed dealer transferring a vehicle may send or electronically transmit certain required taxes, fees, and other titling documents or data to the Motor Vehicle Administration; and generally relating to the electronic transmission of title information to the Motor Vehicle Administration.
- 8 BY repealing and reenacting, without amendments,
- 9 Article Transportation
- 10 Section 13–104.1 and 13–108.1
- 11 Annotated Code of Maryland
- 12 (2009 Replacement Volume and 2009 Supplement)
- 13 BY repealing and reenacting, with amendments,
- 14 Article Transportation
- 15 Section 13–113(e)
- 16 Annotated Code of Maryland
- 17 (2009 Replacement Volume and 2009 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 19 MARYLAND, That the Laws of Maryland read as follows:
- 20

# Article – Transportation

21 13–104.1.

If an application for a certificate of title is for a new vehicle, the application also shall be accompanied by:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



**SENATE BILL 85** 

1 (1) The manufacturer's certificate of origin for the vehicle, assigned by 2 the transferor to the transferee; or

3 (2) If the vehicle was acquired in another state or country the laws of 4 which do not provide for a manufacturer's certificate of origin, a certified bill of sale or 5 other documents required by law in the other state or country, showing any security 6 interest retained by the seller or created at the time of sale to secure the payment of 7 the purchase price.

8 13–108.1.

9 (a) Notwithstanding any other provision of this title, the Administration may 10 develop and implement an electronic system for the issuance of certificates of title and 11 the recording and releasing of security interests.

12 (b) The electronic system may provide for:

13 (1) Recording titling and registration data without the issuance of a 14 certificate of title; and

15 (2) Recording and releasing liens without the issuance of a security16 interest filing.

17 (c) The electronic system may provide for the electronic transmission of 18 vehicle data to and from licensed dealers.

19 (d) The Administration shall adopt regulations to govern the electronic 20 transmission of titling and registration information authorized under this section.

21 13–113.

(e) (1) If a licensed dealer holds a vehicle for sale and transfers the
vehicle to someone other than another licensed dealer who holds the vehicle for sale,
the dealer shall:

(i) Execute an assignment and warranty of title to the
transferee in the manner and on the form that the Administration requires; and

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(ii) Comply with the provisions specified in this subsection.

(2) If the vehicle is a Class A (passenger) vehicle, Class D (motorcycle)
vehicle, Class G (trailer) travel trailer or camping trailer, or Class M (multipurpose)
vehicle and is to be registered and titled in this State, the transferring dealer shall:

31 (i) Obtain from the transferee a completed application and 32 collect all taxes and fees required for titling the vehicle; and

#### **SENATE BILL 85**

1 (ii) Within 30 days of the date of delivery of the vehicle, send OR 2 ELECTRONICALLY TRANSMIT them, together with every other document OR DATA 3 required by [§ 13–104] §§ 13–104, 13–104.1, AND 13–108.1 of this subtitle, to the 4 Administration.

5 (3) If the vehicle is to be registered and titled in this State, but is not a 6 Class A (passenger) vehicle, Class D (motorcycle) vehicle, Class G (trailer) travel 7 trailer or camping trailer, or Class M (multipurpose) vehicle, the transferring dealer 8 shall, within 30 days of the delivery of the vehicle, either:

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(i) Deliver the certificate of title to the transferee; or

(ii) Send OR ELECTRONICALLY TRANSMIT the transferee's
completed application and all taxes and fees required for titling the vehicle, together
with every other document OR DATA required by [§ 13-104] §§ 13-104, 13-104.1,
AND 13-108.1 of this subtitle, to the Administration.

14 (4) If the vehicle is not to be titled in this State and is to be registered 15 in another state, the transferring dealer shall deliver the certificate of title to the 16 transferee within 30 days of delivery of the vehicle.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effectOctober 1, 2010.