

Larry Hogan Governor

Boyd K. Rutherford Lt. Governor

Pete K. Rahn Secretary

January 11, 2017

The Honorable Thomas V. Mike Miller, Jr. President
The Senate of Maryland
State House, H-107
Annapolis MD 21401

The Honorable Michael E. Busch Speaker The Maryland House of Delegates State House, H-101 Annapolis MD 21401

Dear President Miller and Speaker Busch:

This letter is written in response to language set forth in the Courts and Judicial Proceedings Article, § 6-313(h), Annotated Code of Maryland, which directs:

"The Motor Vehicle Administration shall report to the General Assembly on or before January 1 of each year, in accordance with § 2-1246 of the State Government Article, the following information for the preceding calendar year:

- 1. The total number of subpoenas, summonses, and other service of process issued in accordance with the provisions of this section;
- 2. The number of instances in which the Motor Vehicle Administration failed to reach the individual being served and the reasons that those attempts failed;
- 3. A breakdown of all direct and indirect costs incurred by the Motor Vehicle Administration in carrying out the requirements of this section; and
- 4. The total fees collected by the Motor Vehicle Administration from persons requesting service of process under this section."

This statute designates the Maryland Department of Transportation's Motor Vehicle Administration (MVA) as the agent for a nonresident driver with regard to service of process related to a crash involving a motor vehicle driven by the nonresident. The language also allows the MVA to establish and collect a fee to recover MVA's costs. The provisions apply prospectively to cases filed on or after October 1, 2008.

The Honorable Thomas V. Mike Miller, Jr. The Honorable Michael E. Busch Page Two

The MVA reports the following totals for calendar year October 1, 2015, through September 30, 2016:

| • | Number of Subpoenas and Summonses issued278 |
|---|--|
| • | Number of Subpoenas and Summonses successfully served102 |
| • | Number of failed attempts to issue Subpoenas and Summonses |
| • | Number of Subpoenas and Summonses in process |
| • | Cost incurred by the MVA: - Direct cost (postage, supplies, etc.) \$ 2,648 - Indirect cost (salary and benefits) {(1.5 hours x 278) x \$40.88}\$ 17,047 Total Costs \$ 19,695 |
| • | Total fees collected (278 x \$61)\$ 16,958 |

The MVA anticipates a moderate progressive increase in the volume of subpoenas issued and revenue collected going forward. As demonstrated by the attached, this program has already increased considerably, and, as more attorneys become aware of the availability of this service, we expect that trend to continue.

If you have any questions concerning this report, please do not hesitate to contact Ms. Christine Nizer, MVA Administrator, at 410-768-7320. Of course, you may always contact me directly.

Sincerely,

Pete K. Rahn Secretary

cc: The Honorable Edward J. Kasemeyer, Chair, Senate Budget and Taxation Committee The Honorable Maggie McIntosh, Chair, House Appropriation Committee Ms. Christine Nizer, Administrator, MVA

| Courts – Service of Process – Motor Vehicle Administration as Agent for Nonresident Driver | | | | | | | | | |
|--|---------------------------------------|---------------------------------------|---|---|----------------------------|----------------------------|-------------|--|--|
| Reporting Dates | Subpoenas & Summonses Issued | Subpoenas & Summonses Served | Failed Attempts Issuing Subpoenas & Summonses | Subpoenas & Summonses in Process | Cost Incurred by MVA | Total Fees Collected | Net Cost | | |
| Oct. 1, 2009 – Sept. 30, 2010 | 42 | 13 | 17 | 8 | \$ 2,995 | \$ 2,562 | \$433 | | |
| Oct. 1, 2010 – Sept. 30, 2011 | 71 | 33 | 29 | 10 | 5,063 | 4,331 | 732 | | |
| Oct. 1, 2011 – Sept. 30, 2012 | 132 | 52 | 44 | 31 | 9,414 | 8,052 | 1,362 | | |
| Oct. 1, 2012 – Sept. 30, 2013 | 180 | 64 | 79 | 37 | *12,738 | 10,980 | *1,758 | | |
| Oct. 1, 2013 – Sept. 30, 2014 | 189 | 62 | 99 | 28 | 13,389 | **11,529 | 1,860 | | |
| Oct. 1, 2014 – Sept. 30, 2015 | 315 | 101 | 160 | 54 | 22,315 | 19,215 | 3,100 | | |
| Oct. 1, 2015 – Sept. 30, 2016 | 278 | 102 | 112 | 64 | 19,695 | 16,958 | 2,737 | | |
| TOTAL | 1,207 | 427 | 540 | 232 | \$85,609 | \$73,627 | \$11,982 | | |

^{*} Corrected postage calculation error **Corrected fee calculation error