HB0525/608575/1

BY: Judicial Proceedings Committee

AMENDMENTS TO HOUSE BILL 525 (Third Reading File Bill)

AMENDMENT NO. 1

On page 1, in line 3, after "of" insert "<u>altering the conditions under which a motor</u> <u>vehicle dealer's failure to comply with certain requirements constitutes grounds for</u> <u>denial of a certain claim or reduction of the amount of certain compensation</u>;"; in line 10, strike "<u>motor vehicle</u>"; in the same line, strike "<u>notice, documents, or</u>"; in line 11, after "<u>persons</u>;" insert "<u>specifying that a dealer may provide certain information only to</u> <u>a certain customer</u>;"; strike beginning with "<u>prohibiting</u>" in line 13 down through "<u>information</u>;" in line 14; in line 16, after "<u>circumstances</u>;" insert "<u>defining a certain</u> <u>term</u>;"; after line 17, insert:

"<u>BY renumbering</u>

<u>Article – Transportation</u> <u>Section 15-101(c) through (g), respectively</u> <u>to be Section 15-101(d) through (h), respectively</u> <u>Annotated Code of Maryland</u> (2012 Replacement Volume and 2015 Supplement)";

and in line 20, after "Section" insert "15-101(a) and".

On page 2, in line 3, after "Section" insert "<u>15-101(c) and</u>"; in the same line, after "<u>(13)</u>," insert "<u>and</u>"; in the same line, strike "<u>, and (15)</u>"; in line 8, after "Section" insert "<u>15-212(c)(10) and</u>"; after line 10, insert:

"<u>SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF</u> <u>MARYLAND, That Section(s) 15-101(c) through (g), respectively, of Article –</u> <u>Transportation of the Annotated Code of Maryland be renumbered to be Section(s) 15-</u> <u>101(d) through (h), respectively.</u>";

(Over)

HB0525/608575/1 Judicial Proceedings Committee Amendments to HB 525 Page 2 of 3

in line 11, strike "1." and substitute "<u>2. AND</u>"; in the same line, after "IT" insert "<u>FURTHER</u>"; and in the same line, strike "BY THE GENERAL ASSEMBLY OF MARYLAND".

AMENDMENT NO. 2

On page 2, after line 13, insert:

"<u>15–101.</u>

(a) In this title the following words have the meanings indicated.

(C) <u>"ADVERSE ACTION" MEANS:</u>

(1) WITHHOLDING ANY CONSIDERATION RECEIVED BY A DEALER FROM A LICENSEE;

(2) WITHHOLDING A CONSUMER BENEFIT THROUGH A DEALER; OR

(3) <u>APPOINTING OR THREATENING TO APPOINT AN ADDITIONAL</u> <u>DEALER WITHIN THE MARKET AREA ASSIGNED TO THE DEALER AGAINST WHOM</u> <u>THE ADVERSE ACTION IS TAKEN WITHOUT A COMPELLING BUSINESS</u> JUSTIFICATION.";

and after line 24, insert:

"(10) <u>A dealer's failure to comply with a [specific requirement of the</u> manufacturer] <u>MANUFACTURER'S</u> or [distributor] <u>DISTRIBUTOR'S SPECIFIC</u> <u>REQUIREMENTS FOR PROCESSING A CLAIM may not constitute grounds for denial of</u> the claim or reduction of the amount of compensation paid to the dealer if the dealer presents **REASONABLE** documentation or other reasonable evidence to substantiate

HB0525/608575/1 Judicial Proceedings Committee Amendments to HB 525 Page 3 of 3

[that the repair and] the claim [were done according to manufacturer warranty guidelines].".

On page 3, in line 22, strike the colon and substitute "<u>TO A CUSTOMER</u> <u>INFORMATION GIVEN TO THE DEALER BY A MANUFACTURER RELATED TO ANY</u> <u>CONDITION THAT MAY SUBSTANTIALLY AFFECT MOTOR VEHICLE SAFETY,</u> <u>DURABILITY, RELIABILITY, OR PERFORMANCE</u>".

On pages 3 and 4, strike beginning with "<u>(I)</u>" in line 23 on page 3 down through "<u>WWW.SAFERCAR.GOV</u>" in line 2 on page 4.

On page 4, strike beginning with "<u>PARAGRAPH</u>" in line 3 down through "<u>DEALER</u>" in line 6 and substitute "<u>A DEALER MAY PROVIDE THE INFORMATION</u> <u>SPECIFIED IN PARAGRAPH (12) OF THIS SUBSECTION ONLY TO A CUSTOMER THAT</u> <u>HAS:</u>

(I) <u>PURCHASED THE VEHICLE FOR WHICH THE</u> INFORMATION PERTAINS FROM THE DEALER; OR

(II) HAD THE VEHICLE FOR WHICH THE INFORMATION PERTAINS SERVICED BY THE DEALER";

and strike in their entirety lines 22 through 26, inclusive.

On page 6, in line 18, strike "2." and substitute "<u>3.</u>".