HOUSE BILL 756

By: **Delegate Stein** Introduced and read first time: February 2, 2017 Assigned to: Environment and Transportation

Committee Report: Favorable House action: Adopted Read second time: March 2, 2017

CHAPTER _____

1 AN ACT concerning

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Vehicle Laws - Annual Vehicle Shows

- 3 FOR the purpose of exempting a motorcycle dealer and a salesman employed by the dealer from restrictions on the number of annual vehicle shows in which the dealer or 4 $\mathbf{5}$ salesman may participate; creating an exception for motorcycle shows to the general 6 requirement that vehicle shows offer only new vehicles; modifying a certain 7 requirement that an application to the Motor Vehicle Administration to participate 8 in a vehicle show include the names and addresses of all participating dealers; 9 exempting certain motorcycle dealers from certain provisions of law governing the 10 sale of vehicles at vehicle shows; authorizing a motorcycle dealer or salesman to 11 conduct all aspects of a motorcycle sale at a vehicle show; and generally relating to 12 annual vehicle shows.
- 13 BY repealing and reenacting, with amendments,
- 14 Article Transportation
- 15 Section 15–304(c), (d), and (e)
- 16 Annotated Code of Maryland
- 17 (2012 Replacement Volume and 2016 Supplement)
- 18 BY adding to
- 19 Article Transportation
- 20 Section 15–304(f)
- 21 Annotated Code of Maryland
- 22 (2012 Replacement Volume and 2016 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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$\frac{1}{2}$	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
3	Article – Transportation
4	15–304.
5	(c) Notwithstanding the provisions of this section:
$6 \\ 7$	(1) A new vehicle dealer, or a licensed vehicle salesman who is employed by the dealer, may participate in 2 annual vehicle shows for each dealer location.
8 9 10	(2) A display or exhibit of vehicles provided by a vehicle manufacturer is not a vehicle show under this section if buyers' orders are not executed and deposits are not accepted.
11 12 13 14	(3) (I) A new vehicle dealer franchised to sell Class M motor homes or Class G trailers, or a licensed salesman who is employed by the dealer, may participate in more than 2 annual vehicle shows, if the shows are limited to Class M motor homes or Class G trailers.
$15 \\ 16 \\ 17$	(II) A NEW VEHICLE DEALER FRANCHISED TO SELL MOTORCYCLES, OR A LICENSED SALESMAN WHO IS EMPLOYED BY THE DEALER, MAY PARTICIPATE IN MORE THAN 2 ANNUAL VEHICLE SHOWS.
$\begin{array}{c} 18\\19\end{array}$	(d) A vehicle dealer or licensed vehicle salesman listed in subsection (c) of this section may participate in a vehicle show if:
20	(1) The dealer holds a valid license issued under this title; and
$\begin{array}{c} 21 \\ 22 \end{array}$	(2) At least 60 days before the vehicle show, an application is filed with the Administration, for approval by the Administration, that contains:
$\frac{23}{24}$	(i) A list of the names and business addresses of participating dealers TO THE EXTENT KNOWN ;
25	(ii) The location of the vehicle show;
26	(iii) The specific dates on which the vehicle show will be held; and
$\begin{array}{c} 27\\ 28 \end{array}$	(iv) Other reasonable information required by the Administration; and
29 30	(3) The vehicle show does not exceed 10 consecutive days and, EXCEPT FOR MOTORCYCLE SHOWS , is restricted to new vehicles only.

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1 (e) (1) THIS SUBSECTION DOES NOT APPLY TO A LICENSED MOTORCYCLE 2 DEALER OR A LICENSED MOTORCYCLE SALESMAN WHO IS EMPLOYED BY THE 3 DEALER.

4 (2) A licensed dealer, or a licensed vehicle salesman who is employed by 5 the dealer, who participates in a vehicle show may execute a buyer's order and accept a 6 deposit as provided in paragraph [(2)] (3) of this subsection.

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- [(2)] (3) A licensed dealer may not accept a deposit that:

8 (i) For an order for any vehicle, except a Class M motor home, 9 exceeds 5 percent of the cost of the vehicle; or

10 (ii) For an order of a Class M motor home, exceeds 10 percent of the 11 cost of the motor home.

[(3)] (4) Except as otherwise provided in paragraph [(1)] (2) of this subsection, a licensed dealer, or a licensed vehicle salesman who is employed by the dealer, shall conduct activities involved in a vehicle sale, including the completion of the sales contract, the issuance of temporary registration plates and a temporary registration certificate, and delivery of the vehicle, at the dealer's fixed location as shown in the dealer's application for the license.

18 (F) A LICENSED MOTORCYCLE DEALER, OR A LICENSED SALESMAN WHO IS 19 EMPLOYED AT A VEHICLE SHOW BY THE DEALER, MAY CONDUCT ALL ACTIVITIES 20 INVOLVED IN A MOTORCYCLE SALE, INCLUDING EXECUTING A BUYER'S ORDER, 21 ACCEPTING A DEPOSIT OF ANY AMOUNT, COMPLETING THE SALES CONTRACT, 22 ISSUING TEMPORARY REGISTRATION PLATES AND A TEMPORARY REGISTRATION 23 CERTIFICATE, AND DELIVERY OF THE MOTORCYCLE.

24 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 25 1, 2017.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.