Unofficial Copy R4 1996 Regular Session 6lr1042

Pru Delegate D. Mumby

By: Delegate D. Murphy

Introduced and read first time: February 2, 1996 Assigned to: Commerce and Government Matters

A BILL ENTITLED

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	AN	A(T	concerning

2 Motor Vehicle Dealers - Advertising - Rebates, Sales, and Discounts

- 3 FOR the purpose of prohibiting a motor vehicle dealer from advertising a rebate, sale, or
- 4 discount unless the rebate, sale, or discount is offered to all prospective buyers; and
- 5 generally relating to advertisements for motor vehicles.
- 6 BY repealing and reenacting, with amendments,
- 7 Article Transportation
- 8 Section 15-313
- 9 Annotated Code of Maryland
- 10 (1992 Replacement Volume and 1995 Supplement)

11 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF

12 MARYLAND, That the Laws of Maryland read as follows:

13 **Article - Transportation**

14 15-313.

- 15 (a) A dealer or an agent or employee of a dealer may not use any advertisement 16 that is in any way false, deceptive, or misleading.
- 17 (b) A dealer or an agent or employee of a dealer may not by any means advertise 18 or offer to the public any vehicle without intent to sell it as advertised or offered.
- 19 (c) Any advertisement that is subject to and complies with the rulesand
- 20 regulations of and statutes administered by the Federal Trade Commission is not false,
- 21 deceptive, or misleading under this section.
- 22 (d) (1) A dealer or an agent or employee of a dealer may not place on a vehicle
- 23 an insignia, logo, or other plate that advertises the name of the dealer, unless:
- 24 (i) The contract of sale for the vehicle contains a notice of the rights
- 25 of the buyer described in this subsection; and
- 26 (ii) The buyer of the vehicle consents to the placement of the insignia,
- 27 logo, or other plate on the vehicle.
- 28 (2) A dealer or an agent or employee of a dealer may enter into an
- 29 agreement with a buyer of a vehicle to compensate the buyer in exchangefor the buyer's

HOUSE BILL 918

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- 1 consent to the placement on the vehicle of an insignia, logo, or other plate that advertises
- 2 the name of the dealer.
- 3 (3) If a dealer or an agent or employee of a dealer places an insignia, logo,
- 4 or other plate that advertises the name of the dealer without obtaining abuyer's consent,
- 5 the dealer shall, at the request of the buyer, remove the advertising and make all repairs
- 6 necessary to restore the vehicle to its original appearance at no charge to the buyer.
- 7 (E) A DEALER OR AN AGENT OR EMPLOYEE OF A DEALER MAY NOT
- $8\,$ ADVERTISE A REBATE, DISCOUNT, OR SALE UNLESS THE REBATE, DISCOUNT, OR
- 9 SALE IS OFFERED TO ALL PROSPECTIVE BUYERS.
- 10 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 11 October 1, 1996.