# HOUSE BILL 547

C2

9lr0507 CF SB 859

#### By: Delegates Stein, Burns, Cardin, DeBoy, Hecht, and Mathias

Introduced and read first time: February 5, 2009 Assigned to: Environmental Matters

Committee Report: Favorable with amendments House action: Adopted Read second time: March 18, 2009

# CHAPTER \_\_\_\_\_

### 1 AN ACT concerning

#### $\mathbf{2}$

# Vehicle Laws – Advertising Practices – Prohibited Acts

3 FOR the purpose of prohibiting a vehicle dealer or an agent or employee of a dealer 4 from stating the purchase price of a vehicle in an advertisement unless the 5 purchase price is printed in the largest font in the advertisement, the 6 advertisement identifies certain attributes of the vehicle, and the vehicle is 7 currently available for sale at the price stated in the advertisement; requiring 8 the price stated in an advertisement to be the price is the full delivered 9 purchase price of the vehicle, excluding certain taxes and fees, and including 10 certain charges; requiring an advertisement that states specific purchase prices for a list of vehicles to state the purchase price in the appropriate column or 11 <del>space for each vehicle listed</del> taxes, fees, and charges; requiring the full delivered 12 13 purchase price in a vehicle advertisement to be printed using a certain font type; repealing a provision of law that provides that an advertisement that is 14 15subject to and complies with certain provisions of federal law is not false, 16 deceptive, or misleading under certain provisions of law; and generally relating to the advertising practices of vehicle dealers. 17

- 18 BY repealing and reenacting, with amendments,
- 19 Article Transportation
- 20 Section 15–313
- 21 Annotated Code of Maryland
- 22 (2006 Replacement Volume and 2008 Supplement)

23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 24 MARYLAND, That the Laws of Maryland read as follows:

#### EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

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



	2 HOUSE BILL 547
1	Article – Transportation
2	15–313.
_	
3 4	(a) A dealer or an agent or employee of a dealer may not use any advertisement that is in any way false, deceptive, or misleading.
5 6 7	(b) A dealer or an agent or employee of a dealer may not by any means advertise or offer to the public any vehicle without intent to sell it as advertised or offered.
8 9 10	(c) Any advertisement that is subject to and complies with the rules and regulations of and statutes administered by the Federal Trade Commission is not false, deceptive, or misleading under this section.
$\frac{11}{12}$	(d) (1) A DEALER OR AN AGENT OR EMPLOYEE OF A <del>DEALER MAY</del> <u>DEALER:</u>
$13\\14$	(1) MAY NOT STATE THE PURCHASE PRICE OF A VEHICLE IN AN ADVERTISEMENT UNLESS:
$\begin{array}{c} 15\\ 16\end{array}$	(1) The purchase price is printed in the largest font used in the advertisement;
17 18	<del>(II)</del> The advertisement clearly identifies the <del>vehicle, including make, year, model, and special equipment; and</del>
19	(III) THE VEHICLE IS CURRENTLY AVAILABLE FOR SALE AT
20	THE ADVERTISED PURCHASE PRICE.
21	(2) THE PRICE STATED IN AN ADVERTISEMENT SHALL:
22	(1) BE THE PRICE IS THE FULL DELIVERED PURCHASE
23	PRICE OF THE VEHICLE, EXCLUDING <del>TAXES AND TITLE FEES; AND</del> ONLY TAXES,
24	TITLE FEES, AND ANY FREIGHT OR DEALER PROCESSING CHARGE DISCLOSED IN
25	ACCORDANCE WITH § 15-311.1 OF THIS SUBTITLE; AND
26	(2) SHALL PRINT THE FULL DELIVERED PURCHASE PRICE IN A
27	VEHICLE ADVERTISEMENT IN THE LARGEST FONT USED IN THE
28	ADVERTISEMENT TO PROVIDE ANY INFORMATION RELATED TO THE PRICE OF
29	THE VEHICLE.
30	(II) IN THE CASE OF A NEW VEHICLE, INCLUDE ANY DEALER
31	PROCESSING CHARGE AND FREIGHT CHARGE, UNLESS THE DEALER CLEARLY

#### HOUSE BILL 547

1AND CONSPICUOUSLY DISCLOSES THE AMOUNT OF THESE CHARGES IN THE2ADVERTISEMENT AS REQUIRED BY § 15-311.1 OF THIS SUBTITLE.

# 3 (3) IF AN ADVERTISEMENT STATES SPECIFIC PURCHASE PRICES 4 FOR A LIST OF VEHICLES, THE PURCHASE PRICE SHALL BE STATED IN THE 5 APPROPRIATE COLUMN OR SPACE FOR EACH VEHICLE LISTED.

- 6 (E) (D) (1) A dealer or an agent or employee of a dealer may not place 7 on a vehicle an insignia, logo, or other plate that advertises the name of the dealer, 8 unless:
- 9 (i) The contract of sale for the vehicle contains a notice of the 10 rights of the buyer described in this subsection; and
- (ii) The buyer of the vehicle consents to the placement of theinsignia, logo, or other plate on the vehicle.

13 (2) A dealer or an agent or employee of a dealer may enter into an 14 agreement with a buyer of a vehicle to compensate the buyer in exchange for the 15 buyer's consent to the placement on the vehicle of an insignia, logo, or other plate that 16 advertises the name of the dealer.

17 (3) If a dealer or an agent or employee of a dealer places an insignia, 18 logo, or other plate that advertises the name of the dealer without obtaining a buyer's 19 consent, the dealer shall, at the request of the buyer, remove the advertising and make 20 all repairs necessary to restore the vehicle to its original appearance at no charge to 21 the buyer.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effectOctober 1, 2009.

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.