SENATE BILL 597

By: **Senators Raskin and Forehand** Introduced and read first time: February 4, 2011 Assigned to: Judicial Proceedings

A BILL ENTITLED

1 AN ACT concerning

Vehicle Laws - Manufacturer, Distributor, or Factory Branch - Dealer Benefits and Web Sites

- 4 FOR the purpose of prohibiting a certain manufacturer, distributor, or factory branch $\mathbf{5}$ from taking certain actions against a certain dealer because the dealer includes 6 a certain Internet Web site address on advertising; authorizing a certain dealer 7to require a certain Internet Web site address to be shown on the 8 manufacturer's, distributor's, or factory branch's Web site in a certain manner 9 under certain circumstances; prohibiting a manufacturer, distributor, or factory branch from refusing to offer to a dealer in the State certain benefit programs 10 except under certain circumstances; and generally relating to vehicle 11 12manufacturers, distributors, and factory branches.
- 13 BY adding to
- 14 Article Transportation
- 15 Section 15–207(k) and (l)
- 16 Annotated Code of Maryland
- 17 (2009 Replacement Volume and 2010 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 19 MARYLAND, That the Laws of Maryland read as follows:
- 20 Article Transportation
- 21 15–207.

(K) (1) A MANUFACTURER, DISTRIBUTOR, OR FACTORY BRANCH MAY
NOT TAKE PUNITIVE ACTION AGAINST A DEALER, DENY OR REFUSE TO PAY ANY
BENEFIT TO A DEALER THAT IS AVAILABLE TO OTHER DEALERS, OR FAIL TO
PROVIDE TO A DEALER ANY LINKS, REFERRALS, OR OTHER BENEFITS
INVOLVING THE MANUFACTURER'S, DISTRIBUTOR'S, OR FACTORY BRANCH'S



1 INTERNET WEB SITE THAT ARE AVAILABLE TO OTHER DEALERS BECAUSE THE 2 DEALER INCLUDES THE DEALER'S INTERNET WEB SITE ADDRESS ON 3 ADVERTISING.

4 IF A MANUFACTURER, DISTRIBUTOR, OR FACTORY BRANCH (2) REQUIRES THAT LINKS FROM THE MANUFACTURER'S, DISTRIBUTOR'S, OR $\mathbf{5}$ FACTORY BRANCH'S INTERNET WEB SITE BE ATTACHED TO A UNIQUE INTERNET 6 7WEB SITE FEATURING ONLY INFORMATION ON THE MANUFACTURER'S, DISTRIBUTOR'S, OR FACTORY BRANCH'S PRODUCTS, THE DEALER MAY REQUIRE 8 9 DEALER'S MAIN INTERNET WEB SITE ADDRESS TO BE SHOWN THE 10 PROMINENTLY ON EACH PAGE OF THE MANUFACTURER'S, DISTRIBUTOR'S, OR 11 FACTORY BRANCH'S UNIQUE INTERNET WEB SITE.

A MANUFACTURER, DISTRIBUTOR, OR FACTORY BRANCH MAY NOT 12(L) 13**REFUSE TO OFFER TO A DEALER IN THIS STATE A BONUS, INCENTIVE, OR OTHER** 14BENEFIT PROGRAM, IN WHOLE OR IN PART, THAT THE MANUFACTURER, DISTRIBUTOR, OR FACTORY BRANCH OFFERS TO ALL OF ITS OTHER SAME 1516LINE-MAKE DEALERS NATIONALLY OR TO ALL OF ITS SAME LINE-MAKE 17DEALERS IN THE STATES ADJACENT TO THIS STATE, UNLESS THE REFUSAL OR FAILURE IS REASONABLY JUSTIFIED BY THE EXISTENCE OF SUBSTANTIALLY 18 19 AND DEMONSTRABLY DIFFERENT ECONOMIC OR MARKETING CONDITIONS IN 20THIS STATE THAN EXIST IN THE STATES THAT RECEIVE THE BONUS, INCENTIVE, 21**OR BENEFIT PROGRAM.**

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
 October 1, 2011.