HOUSE BILL 1275

R4 4lr3282 **CF SB 968** By: Delegate Amprey Introduced and read first time: February 8, 2024 Assigned to: Economic Matters Committee Report: Favorable with amendments House action: Adopted Read second time: March 3, 2024 CHAPTER AN ACT concerning Vehicle Laws - Manufacturers and Dealers - Standing of Dealer Associations FOR the purpose of authorizing a vehicle dealer association, on behalf of itself, a vehicle dealer, or a group of vehicle dealers, to bring suit to recover damages and reasonable attorneys' fees or to request an administrative hearing on certain matters; and generally relating to standing for vehicle dealer associations. BY repealing and reenacting, without amendments, Article – Transportation Section 15–201(a) Annotated Code of Maryland (2020 Replacement Volume and 2023 Supplement) BY adding to Article – Transportation Section 15–201(a–1) Annotated Code of Maryland (2020 Replacement Volume and 2023 Supplement) BY repealing and reenacting, with amendments, Article – Transportation Section 15-213 and 15-214 Annotated Code of Maryland

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

(2020 Replacement Volume and 2023 Supplement)

[Brackets] indicate matter deleted from existing law.

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

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



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

3 Article – Transportation

- 4 15–201.
- 5 (a) In this subtitle the following words have the meanings indicated.
- 6 (A-1) "DEALER ASSOCIATION" MEANS A BUSINESS ENTITY THAT:
- 7 (1) IS PRIMARILY OWNED BY OR COMPOSED OF DEALERS A MAJORITY 8 OF THE FRANCHISED MOTOR VEHICLE DEALERS IN THE STATE; AND
- 9 PRIMARILY REPRESENTS THE INTERESTS OF DEALERS.
- 10 15 213.
- 11 Notwithstanding any administrative or criminal sanctions imposed by this subtitle,
- 12 if a person suffers financial injury or other damage as a result of a violation of this subtitle
- 13 by any other person, whether or not that other person has been found guilty of a criminal
- 14 violation, the injured person, OR A DEALER ASSOCIATION ON BEHALF OF ITSELF, A
- 15 DEALER, OR A GROUP OF DEALERS, may recover damages and reasonable attorneys' fees
- 16 in any court of competent jurisdiction.
- 17 15–214.
- In addition to any other right to request a hearing under this subtitle and
- 19 notwithstanding any provisions of the franchise agreement to the contrary, a dealer,
- 20 designated dealer successor as provided in § 15-211.1 of this subtitle, DEALER
- 21 ASSOCIATION ON BEHALF OF ITSELF, A DEALER, OR A GROUP OF DEALERS,
- 22 manufacturer, distributor, or factory branch may request a hearing under Title 12, Subtitle
- 23 2 of this article to:
- 24 (1) Resolve a dispute under any provision of this title between a dealer [or],
- 25 a designated dealer successor, OR A DEALER ASSOCIATION and a manufacturer,
- 26 distributor, or factory branch; or
- 27 (2) Seek clarification or interpretation of any provision of this subtitle.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 29 October 1, 2024.