# **Department of Legislative Services**

Maryland General Assembly 2024 Session

### FISCAL AND POLICY NOTE Third Reader - Revised

House Bill 1275

(Delegate Amprey)

**Economic Matters** 

**Judicial Proceedings** 

#### **Vehicle Laws – Manufacturers and Dealers – Standing of Dealer Associations**

This bill allows a dealer association on behalf of itself, a dealer, or a group of dealers to request a hearing with the Motor Vehicle Administration (MVA) to either (1) resolve a dispute between a dealer, a designated dealer successor, or a dealer association and a manufacturer, distributor, or factory branch or (2) seek clarification or interpretation of any provision of applicable law. "Dealer association" means a business entity that is primarily owned by or composed of a majority of the franchised motor vehicle dealers in the State and primarily represents the interests of dealers.

# **Fiscal Summary**

**State Effect:** The bill does not materially affect State operations or finances; any increase in caseload for MVA and the Office of Administrative Hearings can be handled with existing resources.

**Local Effect:** The bill does not materially affect the operations or finances of the Circuit Court for Anne Arundel County, which is where any decisions or orders would be appealed.

Small Business Effect: Minimal, as discussed below.

#### **Analysis**

**Current Law:** A dealer, designated dealer successor, as specified, manufacturer, distributor, or factory branch may request a hearing under Title 12, Subtitle 2 of the Transportation Article to (1) resolve a dispute under any provision of the Transportation Article between a dealer or a designated dealer successor and a manufacturer, distributor,

or factory branch or (2) seek clarification or interpretation of any provision of applicable law. A hearing held under the Maryland Vehicle Law must be conducted in accordance with the provisions governing contested cases under the Administrative Procedure Act. An aggrieved party to a hearing involving a dispute (as specified above) may appeal a decision or order of MVA to the Circuit Court for Anne Arundel County.

**Small Business Effect:** Dealers that are small businesses may benefit from having a dealer association act as an intermediary in a dispute with a manufacturer, distributor, or factory branch, with the association requesting a hearing with MVA.

#### **Additional Information**

**Recent Prior Introductions:** Similar legislation has not been introduced within the last three years.

**Designated Cross File:** SB 968 (Senator Waldstreicher) - Judicial Proceedings.

**Information Source(s):** Judiciary (Administrative Office of the Courts); Maryland Department of Transportation; Office of Administrative Hearings; Department of Legislative Services

**Fiscal Note History:** First Reader - February 25, 2024 km/ljm Third Reader - March 28, 2024

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Analysis by: Joanne E. Tetlow Direct Inquiries to:

(410) 946-5510 (301) 970-5510