Bill No. CS/HB 775 (2017)

Amendment No. 1

COMMITTEE/SUBCOMMITTEE	ACTION
ADOPTED	(Y/N)
ADOPTED AS AMENDED	(Y/N)
ADOPTED W/O OBJECTION	(Y/N)
FAILED TO ADOPT	(Y/N)
WITHDRAWN	(Y/N)
OTHER	

Committee/Subcommittee hearing bill: Commerce Committee Representative Avila offered the following:

Amendment

Remove lines 71-135 and insert:

That is of the same make and model manufactured, (a) 7 imported, or distributed by the licensee; 8 (b) That is subject to a recall notice issued by the 9 licensee or an authorized governmental agency, including a recall notice issued before July 1, 2017, regardless of whether the vehicle is identified by its vehicle identification number; (c) That is held by the motor vehicle dealer in the dealer's inventory at the time the recall notice is issued or that is taken by the motor vehicle dealer into the dealer's inventory after the recall notice as a result of a trade-in, lease return, or otherwise; 16 141215 - h0775-line71.docx

Published On: 4/18/2017 10:12:19 PM

Page 1 of 4

Bill No. CS/HB 775 (2017)

Amendment No. 1

17	(d) That cannot be repaired due to the unavailability,
18	within 30 days after issuance of the recall notice, of a remedy
19	or parts necessary for the motor vehicle dealer to make the
20	recall repair; and
21	(e) For which the licensee has not issued a written
22	statement to the motor vehicle dealer indicating that the used
23	motor vehicle may be sold or delivered to a retail customer
24	before completion of the recall repair. The purpose of such
25	written statement is to provide notice to the motor vehicle
26	dealer that the vehicle may be sold or delivered based solely on
27	the specific recall notice and may not address a vehicle
28	condition not covered by the recall notice.
29	(2) The licensee shall pay the required compensation
30	within 30 days after the motor vehicle dealer's application for
31	payment. Applications for payment must be submitted monthly, as
32	necessary, through the licensee's existing warranty application
33	system or another system or process established by the licensee
34	which is not unduly burdensome or which does not require
35	information unnecessary for the payment.
36	(3) Compensation under this section must be the greater
37	<u>of:</u>
38	(a) Payment at a rate of at least 1.5 percent per month of
39	the motor vehicle value, as determined by the average Black Book
40	value of the corresponding model year vehicle of average
41	condition, of each eligible used motor vehicle in the motor
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	Published On: 4/18/2017 10:12:19 PM

Page 2 of 4

Bill No. CS/HB 775 (2017)

Amendment No. 1

42 vehicle dealer's inventory for each month that the dealer does 43 not receive a remedy and parts to complete the required recall 44 repair. Such payment must be prorated for any period less than 1 month based on the number of days during the month each eligible 45 46 used motor vehicle is in the motor vehicle dealer's inventory. 47 Payment shall be calculated from the date the recall was issued, 48 the date the vehicle was acquired, or July 1, 2017, whichever is latest. 49 50 (b) Payment under a national program applicable to all 51 motor vehicle dealers holding a franchise agreement with the 52 licensee for the motor vehicle dealer's costs associated with 53 holding the eligible used motor vehicles. 54 (4) For purposes of this section, a licensee does not 55 include a motorcycle manufacturer, distributor, or importer. 56 Section 3. For the purpose of incorporating section 57 320.6407, Florida Statutes, as created by this act, in 58 references thereto, section 320.6992, Florida Statutes, is 59 reenacted to read: 60 320.6992 Application.-Sections 320.60-320.70, including amendments to ss. 320.60-320.70, apply to all presently existing 61 62 or hereafter established systems of distribution of motor vehicles in this state, except to the extent that such 63 application would impair valid contractual agreements in 64 violation of the State Constitution or Federal Constitution. 65 66 Sections 320.60-320.70 do not apply to any judicial or 141215 - h0775-line71.docx Published On: 4/18/2017 10:12:19 PM

Page 3 of 4

Bill No. CS/HB 775 (2017)

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67 administrative proceeding pending as of October 1, 1988. All 68 agreements renewed, amended, or entered into subsequent to 69 October 1, 1988, shall be governed by ss. 320.60-320.70, including any amendments to ss. 320.60-320.70 which have been or 70 may be from time to time adopted, unless the amendment 71 72 specifically provides otherwise, and except to the extent that 73 such application would impair valid contractual agreements in violation of the State Constitution or Federal Constitution. 74 75 Section 4. This act shall take effect July 1, 2017.

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Page 4 of 4