



SENATE BILL 413: Clarify Motor Vehicle Dealer Laws.

2017-2018 General Assembly

Committee:	Senate Commerce and Insurance. If favorable, re-refer to Rules and Operations of the Senate	Date:	April 20, 2017
Introduced by:	Sen. B. Jackson	Prepared by:	Wendy Ray
Analysis of:	PCS to First Edition S413-CSSU-15		Staff Attorney

OVERVIEW: *Senate Bill 413 makes changes to North Carolina's Motor Vehicle Dealers and Manufacturers Licensing Law.*

BILL ANALYSIS: Senate Bill 413 makes the following changes to motor vehicle dealer and manufacturer licensing laws:

Section 1 amends an exemption from continuing education requirements applicable to used motor vehicle dealers for individuals also licensed as new motor vehicle dealers. They are currently exempt if they operate an established showroom within 20 miles of the showroom for which a used motor vehicle dealer license is sought. Section 1 extends the distance from 20 miles to 30 miles.

Section 2 prohibits a dealer from charging shop fees and other service-related fees unless the dealer informs customers of the fees by posting a conspicuous notice of the fees in the service area of the dealership **and** disclosing the total amount of the fees on the customer's repair order or invoice.

EFFECTIVE DATE: Section 1 of the bill is effective when the act becomes law and applies to all current and future agreements between new motor vehicle dealers and manufacturers or distributors. Section 2, pertaining to shop fees and other service-related fees, becomes effective January 1, 2018, and applies to fees charged on or after that date. The remainder of the act is effective when it becomes law.

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