141476

LEGISLATIVE ACTION Senate House Comm: RCS 03/27/2017

The Committee on Commerce and Tourism (Hutson) recommended the following:

Senate Amendment (with title amendment)

3 Delete lines 76 - 135

and insert:

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licensee or an authorized governmental agency, including recalls issued prior to 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

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inventory after the recall notice as a result of a trade-in, lease return, or otherwise;

- (d) That cannot be repaired due to the unavailability, within 30 days after issuance of the recall notice, of remedy or parts necessary for the motor vehicle dealer to make the recall repair; and
- (e) For which the licensee has not issued a written statement to the motor vehicle dealer indicating that the used motor vehicle may be sold or delivered to a retail customer before completion of the recall repair.
- (2) The licensee shall pay the required compensation within 30 days after the motor vehicle dealer's application for payment. Applications for compensation payments must be submitted monthly, as necessary, through the licensee's existing warranty application system or another system or process established by the licensee which is not unduly burdensome or which does not require information unnecessary for the payment.
 - (3) Compensation under this section must be the greater of:
- (a) Payment at a rate of at least 1.75 percent per month of the motor vehicle value, as determined by the average Black Book value of the corresponding model year vehicle of average condition, of each eligible used motor vehicle in the motor vehicle dealer's inventory for each month that the dealer does not receive a remedy or parts to complete the required repair. Such payment must be prorated for any period less than a month based on the number of days during the month each eligible used motor vehicle is in the motor vehicle dealer's inventory. Payments shall be calculated from the date the recall was issued or the vehicle was acquired, whichever is later.



(b) Payment under a national program applicable to all motor vehicle dealers holding a franchise agreement with the licensee for the motor vehicle dealer's costs associated with holding the eligible used motor vehicles.

(4) For purposes of this section, a licensee does not include a motorcycle manufacturer, distributor, or importer.

Section 3. For the purpose of incorporating the amendment made by this act to section 320.64, Florida Statutes, and section 320.6407, Florida Statutes, as created by this act, in references thereto, section 320.6992, Florida Statutes, is reenacted to read:

320.6992 Application.—Sections 320.60-320.70, including amendments to ss. 320.60-320.70, apply to all presently existing or hereafter established systems of distribution of motor vehicles in this state, except to the extent that such application would impair valid contractual agreements in violation of the State Constitution or Federal Constitution. Sections 320.60-320.70 do not apply to any judicial or administrative proceeding pending as of October 1, 1988. All agreements renewed, amended, or entered into subsequent to 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 may be from time to time adopted, unless the amendment specifically provides otherwise, and except to the extent that such application would impair valid contractual agreements in violation of the State Constitution or Federal Constitution.

Section 4. This act shall take effect July 1, 2017.

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======== T I T L E A M E N D M E N T ============



And the title is amended as follows: Delete lines 12 - 21

and insert:

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specified circumstances; providing retroactive applicability; requiring the manufacturer, factory branch, distributor, or importer to pay the compensation within a specified timeframe after the motor vehicle dealer's application for payment; requiring such applications to be submitted monthly, as necessary, through the manufacturer's, factory branch's, distributor's, or importer's warranty application system or certain other system or process; providing for calculation of the amount of compensation; providing applicability; reenacting s. 320.6992, F.S., relating