Bill No. HB 977 (2020)

Amendment No.

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WITHDRAWN	 (Y/N)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: Transportation & Infrastructure Subcommittee

Representative Rommel offered the following:

#### Amendment

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6 Remove everything after the enacting clause and insert: 7 Section 1. The Legislature finds that absent negligence or 8 criminal conduct by a motor vehicle dealer, or its leasing or 9 rental affiliates, subjecting motor vehicle dealers and their 10 leasing and rental affiliates to vicarious liability under the 11 dangerous instrumentality doctrine when a temporary replacement 12 vehicle is provided to a consumer violates the federal Graves 13 Amendment and is both unfair and economically disadvantageous in that it causes dealers and their affiliates to suffer higher 14 15 insurance costs, which are then passed on to consumers. Additionally, application of the vicarious liability doctrine in 16 974519 - h0977-strike.docx Published On: 2/3/2020 5:57:10 PM

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17 such cases often serves to relieve the actual tortfeasor from 18 liability. 19 Section 2. Paragraph (c) of subsection (9) of section 20 324.021, Florida Statutes, is amended to read: 21 324.021 Definitions; minimum insurance required.-The 22 following words and phrases when used in this chapter shall, for 23 the purpose of this chapter, have the meanings respectively 24 ascribed to them in this section, except in those instances where the context clearly indicates a different meaning: 25 OWNER; OWNER/LESSOR.-26 (9) 27 (c) Application.-28 1. The limits on liability in subparagraphs (b)2. and 3. 29 do not apply to an owner of motor vehicles that are used for 30 commercial activity in the owner's ordinary course of business, other than a rental company that rents or leases motor vehicles. 31 For purposes of this paragraph, the term "rental company" 32 33 includes only an entity that is engaged in the business of 34 renting or leasing motor vehicles to the general public and that 35 rents or leases a majority of its motor vehicles to persons with 36 no direct or indirect affiliation with the rental company. The 37 term also includes a motor vehicle dealer that provides 38 temporary replacement vehicles to its customers for up to 10 39 days. The term "rental company" also includes:

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a. A related rental or leasing company that is a
subsidiary of the same parent company as that of the renting or
leasing company that rented or leased the vehicle.

43 The holder of a motor vehicle title or an equity b. 44 interest in a motor vehicle title if the title or equity 45 interest is held pursuant to or to facilitate an asset-backed 46 securitization of a fleet of motor vehicles used solely in the 47 business of renting or leasing motor vehicles to the general public and under the dominion and control of a rental company, 48 49 as described in this subparagraph, in the operation of such 50 rental company's business.

51 2. Furthermore, with respect to commercial motor vehicles 52 as defined in s. 627.732, the limits on liability in 53 subparagraphs (b)2. and 3. do not apply if, at the time of the 54 incident, the commercial motor vehicle is being used in the 55 transportation of materials found to be hazardous for the 56 purposes of the Hazardous Materials Transportation Authorization 57 Act of 1994, as amended, 49 U.S.C. ss. 5101 et seq., and that is 58 required pursuant to such act to carry placards warning others 59 of the hazardous cargo, unless at the time of lease or rental 60 either:

a. The lessee indicates in writing that the vehicle will
not be used to transport materials found to be hazardous for the
purposes of the Hazardous Materials Transportation Authorization
Act of 1994, as amended, 49 U.S.C. ss. 5101 et seq.; or

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65 The lessee or other operator of the commercial motor b. vehicle has in effect insurance with limits of at least 66 67 \$5,000,000 combined property damage and bodily injury liability. 3. A motor vehicle dealer, or a motor vehicle dealer's 68 leasing or rental affiliate, that provides a temporary 69 70 replacement vehicle at no charge or at a reasonable daily charge 71 to a service customer whose vehicle is being held for repair, 72 service, or adjustment by the motor vehicle dealer is immune 73 from any cause of action and is not liable, vicariously or 74 directly, under general law by reason of being the owner of the temporary replacement vehicle, for harm to persons or property 75 that arises out of the use, or operation, of the temporary 76 77 replacement vehicle by any person during the period the 78 temporary replacement vehicle has been entrusted to the motor 79 vehicle dealer's service customer if there is no negligence or criminal wrongdoing on the part of the motor vehicle owner, or 80 81 its leasing or rental affiliate. For purposes of this section, 82 and notwithstanding any other provision of general law or 83 existing case law, a motor vehicle dealer, or a motor vehicle 84 dealer's leasing or rental affiliate, that gives possession, 85 control, or use of a temporary replacement vehicle to a motor vehicle dealer's service customer may not be adjudged liable in 86 a civil proceeding, or guilty in a criminal proceeding, if the 87 motor vehicle dealer or the motor vehicle dealer's leasing or 88 rental affiliate obtains from the person receiving the temporary 89 974519 - h0977-strike.docx Published On: 2/3/2020 5:57:10 PM

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# 90 replacement vehicle a copy of the person's driver license and 91 insurance information reflecting at least the minimum motor 92 vehicle insurance coverage required in the state. Any subsequent determination that the driver license or insurance information 93 94 provided to the motor vehicle dealer, or the motor vehicle 95 dealer's leasing or rental affiliate, was in any way false, fraudulent, misleading, nonexistent, canceled, not in effect, or 96 invalid does not alter or diminish the protections provided by 97 this section, unless the motor vehicle dealer, or the motor 98 99 vehicle dealer's leasing or rental affiliate, had actual 100 knowledge thereof at the time possession of the temporary 101 replacement vehicle was provided. 102 Section 3. This act shall take effect July 1, 2020.

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