PLEASE NOTE: Legislative Information *cannot* perform research, provide legal advice, or interpret Maine law. For legal assistance, please contact a qualified attorney.

## An Act To Amend the Laws Pertaining to the Licensing of Motor Vehicle Dealerships

## Be it enacted by the People of the State of Maine as follows:

- Sec. 1. 29-A MRSA §903, sub-§3, as amended by PL 2005, c. 433, §12 and affected by §28, is further amended to read:
- 3. Plate reduction. Upon renewal of a dealer license, the number of plates allowed a motor vehicle dealer who fails to sell a minimum of one vehicle per month or 12 vehicles within a 12-month period must be reduced to one dealer plate, and the motor vehicle dealer may not be issued a dealer plate under section 1002, subsection 1, paragraph Bexcept that a motor vehicle dealer who has sold more than 6 but fewer than 12 vehicles within a 12-month period may be issued at least 2 dealer plates under section 1002. Upon a 2nd application for renewal of a dealer license, a motor vehicle dealer must be denied renewal if the Secretary of State determines that the dealer sold fewer than -4-6 vehicles in the previous license year, at which time all dealer credentials issued previously must be returned to the Secretary of State.

A motor vehicle dealer who is denied a license renewal under this subsection may not reapply until the license has been expired at least one year.

A motor vehicle dealer who holds a vehicle auction business license under section 1051 is exempt from this subsection.

A motor vehicle dealer who engages primarily in the sale of vehicles more than 15 years old, emergency vehicles or industrial or farm equipment is exempt from this subsection.

- **Sec. 2. 29-A MRSA §951, sub-§1, ¶B,** as enacted by PL 1993, c. 683, Pt. A, §2 and affected by Pt. B, §5, is amended to read:
  - B. Sells more than 56 vehicles in any 12-month period; or

## **SUMMARY**

This bill increases the number of vehicles that a motor vehicle dealer must sell to become a licensed motor vehicle dealer. It also provides that motor vehicle dealers that sell more than 6 motor vehicles, but fewer than 12, within a 12-month period may be issued at least 2 dealer plates.