By: Rodriguez of Travis, Harless, Anderson, H.B. No. 3351 Wu, Villalba, et al.

Substitute the following for H.B. No. 3351:

By: Rodriguez of Travis

A BILL TO BE ENTITLED

C.S.H.B. No. 3351

1 AN ACT

- 2 relating to the ownership or operation of a motor vehicle
- 3 dealership by a manufacturer of motor vehicles powered only by
- 4 electricity or battery.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 2301.252(a), Occupations Code, is
- 7 amended to read as follows:
- 8 (a) A person may not engage in the business of buying,
- 9 selling, or exchanging new motor vehicles unless the person:
- 10 (1) holds a franchised dealer's license issued under
- 11 this chapter for the make of new motor vehicle being bought, sold,
- 12 or exchanged [+] or
- 13 $\left[\frac{(2)}{2}\right]$ is a bona fide employee of the holder of a
- 14 franchised dealer's license; or
- 15 (2) is a manufacturer authorized to own or operate a
- 16 dealership or act in the capacity of a dealer under Section
- 17 2301.476(i-1) or is a bona fide employee of the manufacturer.
- SECTION 2. Section 2301.476, Occupations Code, is amended
- 19 by adding Subsection (i-1) to read as follows:
- 20 (i-1) Notwithstanding any other provision of this chapter,
- 21 a manufacturer only of motor vehicles powered only by electricity
- 22 or battery may own or operate a dealership, may act in the capacity
- 23 of a dealer at any location in this state, and may obtain a dealer
- 24 general distinguishing number as provided by Section 503.029(d),

- 1 Transportation Code, if the manufacturer:
- 2 (1) has its headquarters in the United States;
- 3 (2) has never sold its line-make in the United States
- 4 through an independent franchised new motor vehicle dealership; and
- 5 (3) does not sell more than 5,000 new motor vehicles
- 6 powered only by electricity or battery from all dealership
- 7 <u>locations operated by the manufacturer in this state in any</u>
- 8 calendar year.
- 9 SECTION 3. Section 503.029, Transportation Code, is amended
- 10 by adding Subsection (d) to read as follows:
- 11 (d) Notwithstanding Subsection (a), a manufacturer
- 12 authorized to own or operate a dealership or act in the capacity of
- 13 a dealer under Section 2301.476(i-1), Occupations Code, is entitled
- 14 to obtain a dealer general distinguishing number under this section
- 15 <u>if the manufacturer submits to the department a written application</u>
- 16 <u>that:</u>
- 17 (1) complies with the verification requirements of
- 18 Subsection (b);
- 19 (2) is accompanied by the appropriate fee prescribed
- 20 by Section 503.007;
- 21 (3) contains information that demonstrates that the
- 22 manufacturer meets the requirements prescribed by Section
- 23 <u>2301.476(i-1)</u>, Occupations Code; and
- 24 (4) states that the manufacturer agrees to allow the
- 25 department to examine during working hours the ownership papers for
- 26 each registered or unregistered vehicle in the manufacturer's
- 27 possession or control being offered for sale in this state.

C.S.H.B. No. 3351

- 1 SECTION 4. This Act takes effect immediately if it receives
- 2 a vote of two-thirds of all the members elected to each house, as
- 3 provided by Section 39, Article III, Texas Constitution. If this
- 4 Act does not receive the vote necessary for immediate effect, this
- 5 Act takes effect September 1, 2013.