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1	HOUSE BILL NO. 2140
2	Offered January 16, 1997
2 3	A BILL to amend and reenact §§ 46.2-1500, 46.2-1508, 46.2-1521, 46.2-1900, 46.2-1908, 46.2-1921,
4	46.2-1992, 46.2-1992.6, 46.2-1992.19, 46.2-1993, 46.2-1993.6, and 46.2-1993.19 of the Code of
5	Virginia, relating to motor vehicle, T&M vehicle, trailer, and motorcycle dealers; penalties.
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7	Patrons-Drake, Darner, Dudley, Forbes, Katzen, May, Nelms, Nixon, Putney, Reid, Robinson, Rollison
8	and Wardrup
9	·
10	Referred to Committee on Transportation
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12	Be it enacted by the General Assembly of Virginia:
13	1. That §§ 46.2-1500, 46.2-1508, 46.2-1521, 46.2-1900, 46.2-1908, 46.2-1921, 46.2-1992, 46.2-1992.6,
14	46.2-1992.19, 46.2-1993, 46.2-1993.6, and 46.2-1993.19 of the Code of Virginia are amended and
15	reenacted as follows:
16	§ 46.2-1500. Definitions.
17	Unless the context otherwise requires, the following words and terms for the purpose of this chapter
18	shall have the following meanings: "Board" means the Motor Vehicle Dealer Board
19 20	"Board" means the Motor Vehicle Dealer Board. "Certificate of origin" means the document provided by the manufacturer of a new motor vehicle, or
20 21	its distributor, which is the only valid indication of ownership between the manufacturer, its distributor,
22	its franchised motor vehicle dealers, and the original purchaser not for resale.
23	"Dealer-operator" means the individual who works at the established place of business of a dealer
24	and who is responsible for and in charge of day-to-day operations of that place of business.
25	"Distributor" means a person who is licensed by the Department of Motor Vehicles under Chapter 19
26	(§ 46.2-1900 et seq.) of this title and who sells or distributes new motor vehicles pursuant to a written
27	agreement with the manufacturer, to franchised motor vehicle dealers in the Commonwealth.
28	"Distributor branch" means a branch office licensed by the Department of Motor Vehicles under
29	Chapter 19 (§ 46.2-1900 et seq.) of this title and maintained by a distributor for the sale of motor
30	vehicles to motor vehicle dealers or for directing or supervising, in whole or in part, its representatives
31	in the Commonwealth.
32	"Distributor representative" means a person who is licensed by the Department of Motor Vehicles
33	under Chapter 19 (§ 46.2-1900 et seq.) of this title and employed by a distributor or by a distributor
34 25	branch, for the purpose of making or promoting the sale of motor vehicles or for supervising or
35 36	contacting its dealers, prospective dealers, or representatives in the Commonwealth. "Factory branch" means a branch office maintained by a person for the sale of motor vehicles to
30 37	distributors or for the sale of motor vehicles to motor vehicle dealers, or for directing or supervising, in
38	whole or in part, its representatives in the Commonwealth.
39	"Factory representative" means a person who is licensed by the Department of Motor Vehicles under
40	Chapter 19 (§ 46.2-1900 et seq.) of this title and employed by a person who manufactures or assembles
41	motor vehicles or by a factory branch for the purpose of making or promoting the sale of its motor
42	vehicles or for supervising or contacting its dealers, prospective dealers, or representatives in the
43	Commonwealth.
44	"Factory repurchase motor vehicle" means a motor vehicle sold, leased, rented, consigned, or
45	otherwise transferred to a person under an agreement that the motor vehicle will be resold or otherwise
46	retransferred only to the manufacturer or distributor of the motor vehicle, and which is reacquired by the
47	manufacturer or distributor, or its agents.
48	"Family member" means a person who either (i) is the spouse, child, grandchild, spouse of a child,
49	spouse of a grandchild, brother, sister, or parent of the dealer or owner or (ii) has been employed
50	continuously by the dealer for at least five years.
51 52	"Franchise" means a written contract or agreement between two or more persons whereby one
52 53	person, the franchisee, is granted the right to engage in the business of offering and selling, servicing, or offering, selling, and servicing new motor vehicles of a particular line-make or late model or factory
55 54	repurchase motor vehicles of a particular line-make manufactured or distributed by the grantor of the
55	right, the franchisor, and where the operation of the franchisee's business is substantially associated with
56	the franchisor's trademark, trade name, advertising, or other commercial symbol designating the
57	franchisor, the motor vehicle or its manufacturer or distributor. The term shall include any severable part
58	or parts of a franchise agreement which separately provides for selling and servicing different line-makes
59	of the franchisor.

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60 "Franchised late model or factory repurchase motor vehicle dealer" means a dealer in late model or factory repurchase motor vehicles, including a franchised new motor vehicle dealer, that has a franchise 61

62 agreement with a manufacturer or distributor of the line-make of the late model or factory repurchase 63 motor vehicles.

64 "Franchised motor vehicle dealer" means a dealer in new motor vehicles that has a franchise 65 agreement with a manufacturer or distributor of new motor vehicles, trailers, or semitrailers.

66 "Fund" means the Motor Vehicle Dealer Board Fund.

67 "Independent motor vehicle dealer" means a dealer in used motor vehicles.

"Late model motor vehicle" means a motor vehicle of the current model year and the immediately 68 69 preceding model year.

"Line-make" means the name of the motor vehicle manufacturer or distributor and a brand or name 70 71 plate marketed by the manufacturer or distributor.

"Manufacturer" means a person who is licensed by the Department of Motor Vehicles under Chapter 72 73 19 (§ 46.2-1900 et seq.) of this title and engaged in the business of constructing or assembling new motor vehicles and, in the case of trucks, also means a person engaged in the business of manufacturing 74 75 engines, power trains, or rear axles, when such engines, power trains, or rear axles are not warranted by 76 the final manufacturer or assembler of the truck.

77 "Motor vehicle" means the same as provided in § 46.2-100, except, for the purposes of this chapter, 78 it shall not include (i) trailers and semitrailers; (ii) mobile homes, sales of which are regulated under 79 Chapter 4.2 (§ 36-85.16 et seq.) of Title 36; (iii) motor homes; (iv) motorcycles; (v) nonrepairable 80 vehicles, as defined in § 46.2-1600; and (vi) salvage vehicles, as defined in § 46.2-1600. 81

"Motor vehicle dealer" or "dealer" means any person who:

1. For commission, money, or other thing of value, buys, sells, exchanges, either outright or on 82 conditional sale, bailment lease, chattel mortgage, or otherwise or arranges or offers or attempts to 83 solicit or negotiate on behalf of others a sale, purchase, or exchange of an interest in new motor 84 85 vehicles, new and used motor vehicles, or used motor vehicles alone, whether or not the motor vehicles 86 are owned by him; or

87 2. Is wholly or partly engaged in the business of selling new motor vehicles, new and used motor 88 vehicles, or used motor vehicles only, whether or not the motor vehicles are owned by him; or

89 3. Offers to sell, sells, displays, or permits the display for sale, of five or more motor vehicles within 90 any twelve consecutive months. 91

The term "motor vehicle dealer" does not include:

92 1. Receivers, trustees, administrators, executors, guardians, or other persons appointed by or acting under judgment or order of any court or their employees when engaged in the specific performance of 93 94 their duties as employees. 95

2. Public officers, their deputies, assistants, or employees, while performing their official duties.

3. Persons other than business entities primarily engaged in the leasing or renting of motor vehicles 96 97 to others when selling or offering such vehicles for sale at retail, disposing of motor vehicles acquired for their own use and actually so used, when the vehicles have been so acquired and used in good faith 98 99 and not for the purpose of avoiding the provisions of this chapter.

4. Persons dealing solely in the sale and distribution of fire-fighting equipment, ambulances, and 100 101 funeral vehicles, including motor vehicles adapted therefor; however, this exemption shall not exempt any person from the provisions of §§ 46.2-1519, 46.2-1520 and 46.2-1548. 102

5. Any financial institution chartered or authorized to do business under the laws of the 103 Commonwealth or the United States which may have received title to a motor vehicle in the normal 104 course of its business by reason of a foreclosure, other taking, repossession, or voluntary reconveyance 105 to that institution occurring as a result of any loan secured by a lien on the vehicle. 106

107 6. An employee of an organization arranging for the purchase or lease by the organization of 108 vehicles for use in the organization's business.

109 7. Any person licensed to sell real estate who sells a mobile home or similar vehicle in conjunction with the sale of the parcel of land on which the mobile home or similar vehicle is located. 110

8. Any person who permits the operation of a motor vehicle show or permits the display of motor 111 112 vehicles for sale by any motor vehicle dealer licensed under this chapter.

9. An insurance company authorized to do business in the Commonwealth that sells or disposes of 113 114 vehicles under a contract with its insured in the regular course of business.

10. Any publication, broadcast, or other communications media when engaged in the business of 115 116 advertising, but not otherwise arranging for the sale of vehicles owned by others.

11. Any person dealing solely in the sale or lease of vehicles designed exclusively for off-road use. 117

12. Any credit union authorized to do business in Virginia, provided the credit union does not 118 receive a commission, money, or other thing of value directly from a motor vehicle dealer. 119

120 13. Any person licensed as a manufactured home dealer, broker, manufacturer, or salesperson under Chapter 4.2 (§ 36-85.16 et seq.) of Title 36. 121

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"Motor vehicle salesperson" or "salesperson" means any person who is licensed as and employed as a salesperson by a motor vehicle dealer to sell or exchange motor vehicles. It shall also mean any person who is licensed as a motor vehicle dealer and who sells or exchanges motor vehicles.

125 "Motor vehicle show" means a display of motor vehicles to the general public at a location other 126 than a dealer's location licensed under this chapter where the vehicles are not being offered for sale or 127 exchange during or as part of the display.

128 "New motor vehicle" means any vehicle which (i) has not been previously sold except in good faith 129 for the purpose of resale, (ii) has not been used as a rental, driver education, or demonstration motor 130 vehicle, or for the personal and business transportation of the manufacturer, distributor, dealer, or any of 131 his employees, (iii) has not been used except for limited use necessary in moving or road testing the 132 vehicle prior to delivery to a customer, (iv) is transferred by a certificate of origin, and (v) has the 133 manufacturer's certification that it conforms to all applicable federal motor vehicle safety and emission 134 standards. Notwithstanding provisions (i) and (iii), a motor vehicle that has been previously sold but not 135 titled shall be deemed a new motor vehicle if it meets the requirements of provisions (ii), (iv), and (v).

136 "Original license" means a motor vehicle dealer license issued to an applicant who has never been
137 licensed as a motor vehicle dealer in Virginia or whose Virginia motor vehicle dealer license has been
138 expired for more than thirty days.

139 "Relevant market area" means as follows:

140 1. In metropolitan localities, the relevant market area shall be a circular area around an existing
141 franchised dealer with a population of 250,000, not to exceed a radius of ten miles but in no case less
142 than seven miles.

143 2. If the population in an area within a radius of ten miles around an existing franchised dealer is
144 less than 250,000, but the population in an area within a radius of fifteen miles around an existing
145 franchised dealer is 150,000 or more, the relevant market area shall be that area within the fifteen-mile
146 radius.

147 3. In all other cases the relevant market area shall be an area within a radius of twenty miles around 148 an existing franchised dealer or the area of responsibility defined in the franchise, whichever is greater. 149 In any case where the franchise agreement is silent as to area responsibility, the relevant market area 150 shall be the greater of an area within a radius of twenty miles around an existing franchised dealer or 151 that area in which the franchisor otherwise requires the franchisee to make significant retail sales or 152 sales efforts.

153 In determining population for this definition, the most recent census by the U.S. Bureau of the 154 Census or the most recent population update, either from the National Planning Data Corporation or 155 other similar recognized source, shall be accumulated for all census tracts either wholly or partially 156 within the relevant market area.

"Retail installment sale" means every sale of one or more motor vehicles to a buyer for his use and not for resale, in which the price of the vehicle is payable in one or more installments and in which the seller has either retained title to the goods or has taken or retained a security interest in the goods under form of contract designated either as a security agreement, conditional sale, bailment lease, chattel mortgage, or otherwise.

"Šale at retail" or "retail sale" means the act or attempted act of selling, bartering, exchanging, or
otherwise disposing of a motor vehicle to a buyer for his personal use and not for resale.

"Sale at wholesale" or "wholesale" means a sale to motor vehicle dealers or wholesalers other than to consumers; a sale to one who intends to resell.

166 "Used motor vehicle" means any vehicle other than a new motor vehicle as defined in this section.

167 "Wholesale auction" means an auction of motor vehicles restricted to sales at wholesale.

168 § 46.2-1508. Licenses required.

169 It shall be unlawful for any person to engage in business in the Commonwealth as a motor vehicle 170 dealer or salesperson without first obtaining a license as provided in this chapter. It shall be unlawful for 171 any person to engage in business in the Commonwealth as a manufacturer, factory branch, distributor, 172 distributor branch, or factory or distributor representative without first obtaining a license as provided in 173 Chapter 19 (§ 46.2-1900 et seq.) of this title. Any person licensed in another state as a motor vehicle 174 dealer may sell motor vehicles at wholesale auctions in the Commonwealth after having obtained a 175 certificate of dealer registration as provided in Chapter 19 of this title. The offering or granting of a 176 motor vehicle dealer franchise in the Commonwealth shall constitute engaging in business in the 177 Commonwealth for purposes of this section, and no new motor vehicle may be sold or offered for sale 178 in the Commonwealth unless the franchisor of motor vehicle dealer franchises for that line-make in the 179 Commonwealth, whether such franchisor is a manufacturer, factory branch, distributor, distributor branch, or otherwise, is licensed under Chapter 19 of this title. In the event a license issued under 180 181 Chapter 19 to a franchisor of motor vehicle dealer franchises is suspended, revoked, or not renewed, nothing in this section shall prevent the sale of any new motor vehicle of such franchisor's line-make 182

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183 manufactured in or brought into the Commonwealth for sale prior to the suspension, revocation or 184 expiration of the license.

185 Violation of any provision of this section shall constitute a Class 1 misdemeanor. 186

§ 46.2-1521. Issuance, expiration, and renewal of licenses and certificates of registration.

187 A. All licenses and certificates of registration issued under this chapter shall be issued for a period of 188 twelve consecutive months except, at the discretion of the Board, the periods may be adjusted as is 189 necessary to distribute the licenses and certificates as equally as practicable on a monthly basis. The 190 expiration date shall be the last day of the twelfth month of validity or the last day of the designated month. Every license and certificate of registration shall be renewed annually on application by the 191 192 licensee or registrant and by payment of fees required by law, the renewal to take effect on the first day 193 of the succeeding month.

194 B. Licenses and certificates of registration issued under this chapter shall be deemed not to have 195 expired if the renewal application and required fees as set forth in this subsection are received by the 196 Board or postmarked not more than thirty days after the expiration date of such license or certificate of 197 registration. Whenever the renewal application is received by the Board or postmarked no more than 198 thirty days after the expiration date of such license or certificate of registration, the license fees shall be 199 150 percent of the fees provided for in § 46.2-1519.

§ 46.2-1900. Definitions.

201 Unless the context otherwise requires, the following words and terms for the purpose of this chapter 202 shall have the following meanings:

203 "Certificate of origin" means the document provided by the manufacturer of a new T&M vehicle, or 204 its distributor, which is the only valid indication of ownership between the manufacturer, its distributor, its franchised T&M vehicle dealers, and the original purchaser not for resale. 205

"Dealer-operator" means the individual who works at the established place of business of a dealer 206 207 and who is responsible for and in charge of day-to-day operations of that place of business.

208 "Distributor" means a person who sells or distributes new T&M vehicles pursuant to a written 209 agreement with the manufacturer, to franchised T&M vehicle dealers in the Commonwealth.

210 "Distributor branch" means a branch office maintained by a distributor for the sale of T&M vehicles 211 to T&M vehicle dealers or for directing or supervising, in whole or in part, its representatives in the 212 Commonwealth.

213 "Distributor representative" means a person employed by a distributor or by a distributor branch, for 214 the purpose of making or promoting the sale of T&M vehicles or for supervising or contacting its 215 dealers, prospective dealers, or representatives in the Commonwealth.

216 "Factory branch" means a branch office maintained by a person for the sale of T&M vehicles to 217 distributors or for the sale of T&M vehicles to T&M vehicle dealers, or for directing or supervising, in 218 whole or in part, its representatives in the Commonwealth.

219 "Factory representative" means a person employed by a person who manufactures or assembles T&M 220 vehicles, or by a factory branch for the purpose of making or promoting the sale of its T&M vehicles, or for supervising or contacting its dealers, prospective dealers, or representatives in the Commonwealth. 221

"Factory repurchase T&M vehicle" means a T&M vehicle sold, leased, rented, consigned, or 222 223 otherwise transferred to a person under an agreement that the T&M vehicle will be resold or otherwise 224 retransferred only to the manufacturer or distributor of the T&M vehicle, and which is reacquired by the 225 manufacturer or distributor, or its agents.

226 "Family member" means a person who either (i) is the spouse, child, grandchild, spouse of a child, 227 spouse of a grandchild, brother, sister, or parent of the dealer or owner, or (ii) has been employed 228 continuously by the dealer for at least five years.

229 "Franchise" means a written contract or agreement between two or more persons whereby one 230 person, the franchisee, is granted the right to engage in the business of offering and selling, servicing, or 231 offering, selling, and servicing new T&M vehicles of a particular line-make or late model or factory repurchase T&M vehicles of a particular line-make manufactured or distributed by the grantor of the 232 233 right, the franchisor, and where the operation of the franchisee's business is substantially associated with 234 the franchisor's trademark, trade name, advertising, or other commercial symbol designating the 235 franchisor, the T&M vehicle or its manufacturer or distributor. The term shall include any severable part 236 or parts of a franchise agreement which separately provides for selling and servicing different line-makes 237 of the franchisor.

238 "Franchised late model or factory repurchase T&M vehicle dealer" means a dealer in late model or 239 factory repurchase T&M vehicles, including a franchised new T&M vehicle dealer, that has a franchise 240 agreement with a manufacturer or distributor of the line-make of the late model or factory repurchase 241 T&M vehicles.

"Franchised T&M vehicle dealer" or "franchised dealer" means a dealer in new T&M vehicles that 242 243 has a franchise agreement with a manufacturer or distributor of new T&M vehicles.

244 "Independent T&M vehicle dealer" means a dealer in used T&M vehicles. "Late model T&M vehicle" means a T&M vehicle of the current model year and the immediatelypreceding model year.

247 "Manufacturer" means a person engaged in the business of constructing or assembling new T&M
248 vehicles or a person engaged in the business of manufacturing engines, power trains, or rear axles, when
249 such engines, power trains, or rear axles are not warranted by the final manufacturer or assembler of the
250 motor home.

251 "Motor home" means a motor vehicle with a normal seating capacity of not more than ten persons,252 including the driver, designed primarily for use as living quarters for human beings.

"Motor vehicle dealer," "motor vehicle manufacturer," "motor vehicle factory branch," "motor vehicle distributor," "motor vehicle distributor branch," "motor vehicle factory representative," and "motor vehicle distributor representative" mean the same as provided in § 46.2-1500.

256 "New T&M vehicle" means any T&M vehicle which (i) has not been previously sold except in good 257 faith for the purpose of resale, (ii) has not been used as a rental, driver education, or demonstration 258 T&M vehicle, or for the personal and business transportation of the manufacturer, distributor, dealer, or 259 any of his employees, (iii) has not been used except for limited use necessary in moving or road testing 260 the T&M vehicle prior to delivery to a customer, (iv) is transferred by a certificate of origin, and (v) has the manufacturer's certification that it conforms to all applicable federal T&M vehicle safety and 261 emission standards. Notwithstanding provisions (i) and (iii), a T&M vehicle that has been previously 262 263 sold but not titled shall be deemed a new T&M vehicle if it meets the requirements of provisions (ii), 264 (iv), and (v) of this definition.

265 "Original license" means a T&M vehicle dealer license issued to an applicant who has never been
266 licensed as a T&M vehicle dealer in Virginia or whose Virginia T&M vehicle dealer license has been
267 expired for more than thirty days.

268 "Relevant market area" means as follows:

1. In metropolitan localities with a population of 250,000, the relevant market area shall be a circular area around an existing franchised dealer not to exceed a radius of ten miles, but in no case less than seven miles.

272 2. If the population in an area within a radius of ten miles around an existing franchised dealer is
273 less than 250,000, but the population in an area within a radius of fifteen miles around an existing
274 franchised dealer is 150,000 or more, the relevant market area shall be that area within the fifteen-mile
275 radius.

3. In all other cases the relevant market area shall be an area within a radius of twenty miles around
an existing franchised dealer or the area of responsibility defined in the franchise, whichever is greater.
In any case where the franchise agreement is silent as to area responsibility, the relevant market area
shall be the greater of an area within a radius of twenty miles around an existing franchised dealer or
that area in which the franchisor otherwise requires the franchisee to make significant retail sales or
sales efforts.

In determining population for this definition, the most recent census by the U.S. Bureau of the
Census or the most recent population update, either from the National Planning Data Corporation or
other similar recognized source, shall be accumulated for all census tracts either wholly or partially
within the relevant market area.

"Retail installment sale" means every sale of one or more T&M vehicles to a buyer for his use and not for resale, in which the price of the T&M vehicle is payable in one or more installments and in which the seller has either retained title to the goods or has taken or retained a security interest in the goods under form of contract designated either as a security agreement, conditional sale, bailment lease, chattel mortgage, or otherwise.

291 "Sale at retail" or "retail sale" means the act or attempted act of selling, bartering, exchanging, or292 otherwise disposing of a T&M vehicle to a buyer for his personal use and not for resale.

293 "Sale at wholesale" or "wholesale" means a sale to T&M vehicle dealers or wholesalers other than to consumers, or a sale to one who intends to resell.

"T&M vehicle" means motor homes and travel trailers as defined in this section.

"T&M vehicle dealer" or "dealer" means any person who:

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1. For commission, money, or other thing of value, buys, sells, exchanges, either outright or on conditional sale, bailment lease, chattel mortgage, or otherwise or arranges or offers or attempts to solicit or negotiate on behalf of others a sale, purchase, or exchange of an interest in new T&M vehicles, new and used T&M vehicles, or used T&M vehicles alone, whether or not the T&M vehicles are owned by him;

302 2. Is wholly or partly engaged in the business of selling new T&M vehicles, new and used T&M
303 vehicles, or used T&M vehicles only, whether or not the T&M vehicles are owned by him; or

304 3. Offers to sell, sells, displays, or permits the display for sale, of five or more T&M vehicles within305 any twelve consecutive months.

306 The term "T&M vehicle dealer" does not include:

307 1. Receivers, trustees, administrators, executors, guardians, or other persons appointed by or acting 308 under judgment or order of any court or their employees when engaged in the specific performance of 309 their duties as employees. 310

2. Public officers, their deputies, assistants, or employees, while performing their official duties.

311 3. Persons other than business entities primarily engaged in the leasing or renting of T&M vehicles 312 to others when selling or offering such vehicles for sale at retail, disposing of T&M vehicles acquired for their own use and actually so used, when the T&M vehicles have been so acquired and used in good 313 314 faith and not for the purpose of avoiding the provisions of this chapter.

4. Persons dealing solely in the sale and distribution of fire-fighting equipment, ambulances, and 315 funeral vehicles, including T&M vehicles adapted therefor; however, this exemption shall not exempt 316 any person from the provisions of §§ 46.2-1919, 46.2-1920 and 46.2-1949. 317

318 5. Any financial institution chartered or authorized to do business under the laws of the 319 Commonwealth or the United States which may have received title to a T&M vehicle in the normal 320 course of its business by reason of a foreclosure, other taking, repossession, or voluntary reconveyance 321 to that institution occurring as a result of any loan secured by a lien on the T&M vehicle.

322 6. An employee of an organization arranging for the purchase or lease by the organization of T&M 323 vehicles for use in the organization's business.

324 7. Any person licensed to sell real estate who sells a mobile home or similar vehicle in conjunction 325 with the sale of the parcel of land on which the mobile home or similar vehicle is located.

326 8. Any person who permits the operation of a T&M vehicle show or permits the display of T&M 327 vehicles for sale by any T&M vehicle dealer licensed under this chapter.

328 9. An insurance company authorized to do business in the Commonwealth that sells or disposes of 329 T&M vehicles under a contract with its insured in the regular course of business.

330 10. Any publication, broadcast, or other communications media when engaged in the business of 331 advertising, but not otherwise arranging for the sale of T&M vehicles owned by others.

332 11. Any person dealing solely in the sale or lease of T&M vehicles designed exclusively for off-road 333 use.

334 12. Any credit union authorized to do business in Virginia, provided the credit union does not 335 receive a commission, money, or other thing of value directly from a T&M vehicle dealer.

336 13. Any person licensed as a manufactured home dealer, broker, manufacturer, or salesperson under 337 Chapter 4.2 (§ 36-85.16 et seq.) of Title 36.

338 "T&M vehicle salesperson" or "salesperson" means any person who is licensed as and employed as a salesperson by a T&M vehicle dealer to sell or exchange T&M vehicles. 339

340 "T&M vehicle show" means a display of T&M vehicles to the general public at a location other than 341 a dealer's location licensed under this chapter where the T&M vehicles are not being offered for sale or 342 exchange during or as part of the display.

"Travel trailer" means a vehicle designed to provide temporary living quarters of such size or weight 343 344 as not to require special highway movement permits when towed by a motor vehicle and having a gross 345 trailer area less than 320 square feet.

"Used T&M vehicle" means any T&M vehicle other than a new T&M vehicle as defined in this 346 347 section. 348

"Wholesale auction" means an auction of T&M vehicles restricted to sales at wholesale.

§ 46.2-1908. Licenses required.

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350 It shall be unlawful for any person to engage in business in the Commonwealth as a T&M vehicle 351 dealer, salesperson, manufacturer, factory branch, distributor, distributor branch, or factory or distributor representative or as a motor vehicle manufacturer, factory branch, distributor, distributor branch, or 352 353 factory or distributor representative as defined in § 46.2-1500, without first obtaining a license as 354 provided in this chapter. Every person licensed as a manufactured home dealer under Chapter 4.2 355 (§ 36-85.16 et seq.) of Title 36 shall obtain a certificate of dealer registration as provided in this chapter. 356 Any person licensed in another state as a motor vehicle dealer or T&M vehicle dealer may sell motor 357 vehicles or T&M vehicles at wholesale auctions in the Commonwealth after having obtained a certificate 358 of dealer registration as provided in this chapter. The offering or granting of a T&M vehicle dealer 359 franchise in the Commonwealth shall constitute engaging in business in the Commonwealth for purposes 360 of this section, and no new T&M vehicle may be sold or offered for sale in the Commonwealth unless the franchisor of T&M vehicle dealer franchises for that line-make in the Commonwealth, whether such 361 franchisor is a manufacturer, factory branch, distributor, distributor branch, or otherwise, is licensed 362 363 under this chapter. In the event a license issued under this chapter to a franchisor of T&M vehicle 364 dealer franchises is suspended, revoked, or not renewed, nothing in this section shall prevent the sale of any new T&M vehicle of such franchisor's line-make manufactured in or brought into the 365 Commonwealth for sale prior to the suspension, revocation or expiration of the license. 366

367 Violation of any provision of this section shall constitute a Class 1 misdemeanor.

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368 § 46.2-1921. Issuance, expiration, and renewal of licenses and certificates of registration.

369 A. All licenses and certificates of registration issued under this chapter shall be issued for a period of 370 twelve consecutive months except, at the discretion of the Commissioner, the periods may be adjusted as is necessary to distribute the licenses and certificates as equally as practicable on a monthly basis. The 371 372 expiration date shall be the last day of the twelfth month of validity or the last day of the designated 373 month. Every license and certificate of registration shall be renewed annually on application by the 374 licensee or registrant and by payment of fees required by law, the renewal to take effect on the first day 375 of the succeeding month.

376 B. Licenses and certificates of registration issued under this chapter shall be deemed not to have 377 expired if the renewal application and required fees as set forth in this subsection are received by the 378 Board or postmarked not more than thirty days after the expiration date of such license or certificate of 379 registration. Whenever the renewal application is received by the Board or postmarked no more than 380 thirty days after the expiration date of such license or certificate of registration, the license fees shall be 381 150 percent of the fees provided for in § 46.2-1919.

382 § 46.2-1992. Definitions.

383 Unless the context otherwise requires, the following words and terms, for the purpose of this chapter, 384 shall have the following meanings:

385 "Certificate of origin" means the document, provided by the manufacturer or distributor of a new 386 trailer, that is the only valid indication of ownership between the manufacturer, its distributor, its 387 franchised trailer dealers, and the original purchaser not for resale.

388 "Dealer-operator" means the individual who works at the established place of business of a dealer 389 and who is responsible for and in charge of day-to-day operations of that place of business.

390 "Distributor" means a person who sells or distributes new trailers, pursuant to a written agreement with the manufacturer, to franchised trailer dealers in the Commonwealth. 391

392 "Distributor branch" means a branch office maintained by a distributor for the sale of trailers to 393 trailer dealers or for directing or supervising, in whole or in part, its representatives in the 394 Commonwealth.

395 "Distributor representative" means a person employed, by a distributor or by a distributor branch, for 396 the purpose of making or promoting the sale of trailers or for supervising or contacting its dealers, 397 prospective dealers, or representatives in the Commonwealth.

398 "Factory branch" means a branch office maintained by a person for the sale of trailers to distributors, 399 for the sale of trailers to trailer dealers, or for directing or supervising, in whole or in part, its 400 representatives in the Commonwealth.

401 "Factory representative" means a person employed either by a person who manufactures or assembles 402 trailers or by a factory branch for the purpose of (i) making or promoting the sale of its trailers or (ii) 403 for supervising or contacting its dealers, prospective dealers, or representatives in the Commonwealth.

"Factory repurchase trailer" means a trailer that is (i) sold, leased, rented, consigned, or otherwise 404 405 transferred to a person under an agreement that the trailer will be resold or otherwise retransferred only 406 to the manufacturer or distributor of the trailer, and (ii) reacquired by the manufacturer or distributor, or 407 its agents.

408 "Family member" means a person who either (i) is the spouse, child, grandchild, spouse of a child, 409 spouse of a grandchild, brother, sister, or parent of the dealer or owner, or (ii) has been employed 410 continuously by the dealer for at least five years.

411 "Franchise" means a written contract or agreement between two or more persons whereby one 412 person, the franchisee, is granted the right to engage in the business of offering and selling, servicing, or 413 offering, selling, and servicing new trailers of a particular line-make or late model or factory repurchase 414 trailers of a particular line-make manufactured or distributed by the grantor of the right, the franchisor, 415 and where the operation of the franchisee's business is substantially associated with the franchisor's 416 trademark, trade name, advertising, or other commercial symbol designating the franchisor, the trailer or its manufacturer or distributor. The term shall include any severable part or parts of a franchise 417 418 agreement which separately provides for selling and servicing different line-makes of the franchisor.

419 "Franchised late model or factory repurchase trailer dealer" means a dealer in late model or factory 420 repurchase trailers, including a franchised new trailer dealer, that has a franchise agreement with a 421 manufacturer or distributor of the line-make of the late model or factory repurchase trailers.

422 "Franchised trailer dealer" or "franchised dealer" means a dealer in new trailers that has a franchise 423 agreement with a manufacturer or distributor of new trailers.

424 "Independent trailer dealer" means a dealer in used trailers.

425 "Late model trailer" means a trailer of the current model year and the immediately preceding model 426 year. 427

"Manufacturer" means a person engaged in the business of constructing or assembling new trailers.

428 "New trailer" means any trailer which (i) has not been previously sold except in good faith for the

429 purpose of resale, (ii) has not been used as a rental, driver education, or demonstration trailer, or for the 430 personal and business transportation of the manufacturer, distributor, dealer, or any of his employees, 431 (iii) has not been used except for limited use necessary in moving or road testing the trailer prior to 432 delivery to a customer, (iv) is transferred by a certificate of origin, and (v) has the manufacturer's 433 certification that it conforms to all applicable federal trailer safety and emission standards. 434 Notwithstanding provisions (i) and (iii), a trailer that has been previously sold but not titled shall be 435 deemed a new trailer if it meets the requirements of provisions (ii), (iv), and (v).

"Original license" means a trailer dealer license issued to an applicant who has never been licensed 436 437 as a trailer dealer in Virginia or whose Virginia trailer dealer license has been expired for more than 438 thirty days. 439

"Relevant market area" means as follows:

440 1. In metropolitan localities with a population of 250,000, the relevant market area shall be a circular 441 area around an existing franchised dealer not to exceed a radius of ten miles, but in no case less than 442 seven miles.

443 2. If the population in an area within a radius of ten miles around an existing franchised dealer is 444 less than 250,000, but the population in an area within a radius of fifteen miles around an existing 445 franchised dealer is 150,000 or more, the relevant market area shall be that area within the fifteen-mile 446 radius.

447 3. In all other cases the relevant market area shall be an area within a radius of twenty miles around 448 an existing franchised dealer or the area of responsibility defined in the franchise, whichever is greater. 449 In any case where the franchise agreement is silent as to area responsibility, the relevant market area shall be the greater of an area within a radius of twenty miles around an existing franchised dealer or 450 that area in which the franchisor otherwise requires the franchisee to make significant retail sales or 451 452 sales efforts.

453 In determining population for this definition, the most recent census by the U.S. Bureau of the 454 Census or the most recent population update, either from the National Planning Data Corporation or other similar recognized source, shall be accumulated for all census tracts either wholly or partially 455 456 within the relevant market area.

457 "Retail installment sale" means every sale of one or more trailers to a buyer for his use and not for 458 resale, in which the price of the trailer is payable in one or more installments and in which the seller 459 has either retained title to the goods or has taken or retained a security interest in the goods under form 460 of contract designated either as a security agreement, conditional sale, bailment lease, chattel mortgage, 461 or otherwise.

462 "Sale at retail" or "retail sale" means the act or attempted act of selling, bartering, exchanging, or 463 otherwise disposing of a trailer to a buyer for his personal use and not for resale.

"Sale at wholesale" or "wholesale" means a sale to trailer dealers or wholesalers other than to 464 465 consumers, or a sale to one who intends to resell.

"Trailer" means every vehicle without motive power designed for carrying property or passengers 466 wholly on its own structure and for being drawn by a motor vehicle, including semitrailers but not 467 mobile homes, sales of which are regulated under Chapter 4.2 (§ 36-85.16 et seq.) of Title 36, and not 468 (i) watercraft trailers as defined in this section or (ii) travel trailers as defined in § 46.2-1900. 469 470

"Trailer dealer" or "dealer" means any person who:

471 1. For commission, money, or other thing of value, buys, sells, exchanges, either outright or on 472 conditional sale, bailment lease, chattel mortgage, or otherwise, arranges, offers or attempts to solicit or 473 negotiate on behalf of others a sale, purchase, or exchange of an interest in new trailers, new and used 474 trailers, or used trailers alone, whether or not the trailers are owned by him;

475 2. Is wholly or partly engaged in the business of selling new trailers, new and used trailers, or used trailers only, whether or not the trailers are owned by him; or 476

477 3. Offers to sell, sells, displays, or permits the display for sale, of five or more trailers within any 478 twelve consecutive months. 479

The term "trailer dealer" does not include:

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480 1. Receivers, trustees, administrators, executors, guardians, or other persons appointed by or acting 481 under judgment or order of any court or their employees when engaged in the specific performance of 482 their duties as employees.

2. Public officers, their deputies, assistants, or employees, while performing their official duties.

3. Persons other than business entities primarily engaged in the leasing or renting of trailers to others 484 485 when selling or offering such trailers for sale at retail, disposing of trailers acquired for their own use and actually so used, when the trailers have been so acquired and used in good faith and not for the 486 487 purpose of avoiding the provisions of this chapter.

4. Persons dealing solely in the sale and distribution of fire-fighting equipment, ambulances, and 488 489 funeral trailers, including trailers adapted therefor; however, this exemption shall not exempt any person from the provisions of §§ 46.2-1992.17, 46.2-1992.18 and 46.2-1992.41. 490

491 5. Any financial institution chartered or authorized to do business under the laws of the 492 Commonwealth or the United States which may have received title to a trailer in the normal course of 493 its business by reason of a foreclosure, other taking, repossession, or voluntary reconveyance to that 494 institution occurring as a result of any loan secured by a lien on the trailer.

495 6. An employee of an organization arranging for the purchase or lease by the organization of trailers 496 for use in the organization's business.

497 7. Any person who permits the operation of a trailer show or permits the display of trailers for sale 498 by any trailer dealer licensed under this chapter.

499 8. An insurance company authorized to do business in the Commonwealth that sells or disposes of 500 trailers under a contract with its insured in the regular course of business.

501 9. Any publication, broadcast, or other communications media when engaged in the business of 502 advertising, but not otherwise arranging for the sale of trailers owned by others.

503 10. Any person dealing solely in the sale or lease of trailers designed exclusively for off-road use.

504 11. Any credit union authorized to do business in Virginia, provided the credit union does not 505

receive a commission, money, or other thing of value directly from a trailer dealer. "Trailer salesperson" or "salesperson" means any person who is licensed as and employed as a 506 507 salesperson by a trailer dealer to sell or exchange trailers.

508 "Trailer show" means a display of trailers to the general public at a location other than a dealer's 509 location licensed under this chapter where the trailers are not being offered for sale or exchange during 510 or as part of the display.

511 "Used trailer" means any trailer other than a new trailer as defined in this section.

512 "Watercraft trailer" means any new or used trailer specifically designed to carry a watercraft or a 513 motorboat and purchased, sold, or offered for sale by a watercraft dealer licensed under Chapter 8 514 (§ 29.1-800 et seq.) of Title 29.1.

515 "Watercraft trailer dealer" means any watercraft dealer licensed under Chapter 8 (§ 29.1-800 et seq.) 516 of Title 29.1 who obtains a certificate of dealer registration under this chapter.

517 "Wholesale auction" means an auction of trailers restricted to sales at wholesale. 518

§ 46.2-1992.6. Licenses required.

519 It shall be unlawful for any person to engage in business in the Commonwealth as a trailer dealer, 520 salesperson, manufacturer, factory branch, distributor, distributor branch, or factory or distributor 521 representative, without first obtaining a license as provided in this chapter. Every person licensed as a 522 watercraft dealer under Chapter 8 (§ 29.1-800 et seq.) of Title 29.1 and who offers for sale watercraft 523 trailers, shall obtain a certificate of dealer registration as provided in this chapter, but shall not be 524 required to obtain a dealer license unless he also sells other types of trailers. Any person licensed in 525 another state as a trailer dealer may sell trailers at wholesale auctions in the Commonwealth after having 526 obtained a certificate of dealer registration as provided in this chapter. The offering or granting of a 527 trailer dealer franchise in the Commonwealth shall constitute engaging in business in the Commonwealth 528 for purposes of this section, and no new trailer may be sold or offered for sale in the Commonwealth 529 unless the franchisor of trailer dealer franchises for that line-make in the Commonwealth, whether such 530 franchisor is a manufacturer, factory branch, distributor, distributor branch, or otherwise, is licensed 531 under this chapter. In the event a license issued under this chapter to a franchisor of trailer dealer 532 franchises is suspended, revoked, or not renewed, nothing in this section shall prevent the sale of any 533 new trailer of such franchisor's line-make manufactured in or brought into the Commonwealth for sale 534 prior to the suspension, revocation or expiration of the license.

535 536 Violation of any provision of this section shall constitute a Class 1 misdemeanor.

§ 46.2-1992.19. Issuance, expiration, and renewal of licenses and certificates of registration.

537 A. All licenses and certificates of registration issued under this chapter shall be issued for a period of 538 twelve consecutive months except, at the discretion of the Commissioner, the periods may be adjusted as 539 is necessary to distribute the licenses and certificates as equally as practicable on a monthly basis. The 540 expiration date shall be the last day of the twelfth month of validity or the last day of the designated 541 month. Every license and certificate of registration shall be renewed annually on application by the 542 licensee or registrant and by payment of fees required by law, the renewal to take effect on the first day 543 of the succeeding month.

544 B. Licenses and certificates of registration issued under this chapter shall be deemed not to have 545 expired if the renewal application and required fees as set forth in this subsection are received by the 546 Board or postmarked not more than thirty days after the expiration date of such license or certificate of 547 registration. Whenever the renewal application is received by the Board or postmarked no more than 548 thirty days after the expiration date of such license or certificate of registration, the license fees shall be 549 150 percent of the fees provided for in § 46.2-1992.17.

550 § 46.2-1993. Definitions.

551 Unless the context otherwise requires, the following words and terms for the purpose of this chapter HB2140

552 shall have the following meanings:

"Certificate of origin" means the document provided by the manufacturer of a new motorcycle, or its 553 554 distributor, which is the only valid indication of ownership between the manufacturer, its distributor, its 555 franchised motorcycle dealers, and the original purchaser not for resale.

556 "Dealer-operator" means the individual who works at the established place of business of a dealer 557 and who is responsible for and in charge of day-to-day operations of that place of business.

558 "Distributor" means a person who sells or distributes new motorcycles pursuant to a written 559 agreement with the manufacturer, to franchised motorcycle dealers in the Commonwealth.

560 "Distributor branch" means a branch office maintained by a distributor for the sale of motorcycles to motorcycle dealers or for directing or supervising, in whole or in part, its representatives in the 561 Commonwealth. 562

"Distributor representative" means a person employed by a distributor or by a distributor branch, for 563 564 the purpose of making or promoting the sale of motorcycles or for supervising or contacting its dealers, prospective dealers, or representatives in the Commonwealth. 565

"Factory branch" means a branch office maintained by a person for the sale of motorcycles to 566 distributors or for the sale of motorcycles to motorcycle dealers, or for directing or supervising, in whole 567 568 or in part, its representatives in the Commonwealth.

569 "Factory representative" means a person employed by a person who manufactures or assembles 570 motorcycles, or by a factory branch for the purpose of making or promoting the sale of its motorcycles, 571 or for supervising or contacting its dealers, prospective dealers, or representatives in the Commonwealth.

"Factory repurchase motorcycle" means a motorcycle sold, leased, rented, consigned, or otherwise 572 573 transferred to a person under an agreement that the motorcycle will be resold or otherwise retransferred 574 only to the manufacturer or distributor of the motorcycle, and which is reacquired by the manufacturer 575 or distributor, or its agents.

"Family member" means a person who either (i) is the spouse, child, grandchild, spouse of a child, 576 spouse of a grandchild, brother, sister, or parent of the dealer or owner, or (ii) has been employed 577 578 continuously by the dealer for at least five years.

579 "Franchise" means a written contract or agreement between two or more persons whereby one 580 person, the franchisee, is granted the right to engage in the business of offering and selling, servicing, or offering, selling, and servicing new motorcycles of a particular line-make or late model or factory 581 582 repurchase motorcycles of a particular line-make manufactured or distributed by the grantor of the right, 583 the franchisor, and where the operation of the franchisee's business is substantially associated with the 584 franchisor's trademark, trade name, advertising, or other commercial symbol designating the franchisor, 585 the motorcycle or its manufacturer or distributor. The term shall include any severable part or parts of a 586 franchise agreement which separately provides for selling and servicing different line-makes of the 587 franchisor.

588 "Franchised late model or factory repurchase motorcycle dealer" means a dealer in late model or 589 factory repurchase motorcycles, including a franchised new motorcycle dealer, that has a franchise 590 agreement with a manufacturer or distributor of the line-make of the late model or factory repurchase 591 motorcycles.

592 "Franchised motorcycle dealer" or "franchised dealer" means a dealer in new motorcycles that has a 593 franchise agreement with a manufacturer or distributor of new motorcycles. 594

"Independent motorcycle dealer" means a dealer in used motorcycles.

595 "Late model motorcycle" means a motorcycle of the current model year and the immediately 596 preceding model year.

597 "Manufacturer" means a person engaged in the business of constructing or assembling new **598** motorcycles.

599 "Motorcycle" means every motor vehicle designed to travel on not more than three wheels in contact 600 with the ground, except any vehicle included within the term "farm vehicle" or "moped" as defined in § 46.2-100. 601 602

"Motorcycle dealer" or "dealer" means any person who:

603 1. For commission, money, or other thing of value, buys, sells, exchanges, either outright or on 604 conditional sale, bailment lease, chattel mortgage, or otherwise or arranges or offers or attempts to solicit or negotiate on behalf of others a sale, purchase, or exchange of an interest in new motorcycles, 605 606 new and used motorcycles, or used motorcycles alone, whether or not the motorcycles are owned by 607 him:

608 2. Is wholly or partly engaged in the business of selling new motorcycles, new and used motorcycles, 609 or used motorcycles only, whether or not the motorcycles are owned by him; or

610 3. Offers to sell, sells, displays, or permits the display for sale, of five or more motorcycles within 611 any twelve consecutive months.

612 The term "motorcycle dealer" does not include:

613 1. Receivers, trustees, administrators, executors, guardians, or other persons appointed by or acting

614 under judgment or order of any court or their employees when engaged in the specific performance of 615 their duties as employees.

616 2. Public officers, their deputies, assistants, or employees, while performing their official duties.

3. Persons other than business entities primarily engaged in the leasing or renting of motorcycles to 617 618 others when selling or offering such motorcycles for sale at retail, disposing of motorcycles acquired for 619 their own use and actually so used, when the motorcycles have been so acquired and used in good faith 620 and not for the purpose of avoiding the provisions of this chapter.

621 4. Any financial institution chartered or authorized to do business under the laws of the 622 Commonwealth or the United States which may have received title to a motorcycle in the normal course 623 of its business by reason of a foreclosure, other taking, repossession, or voluntary reconveyance to that 624 institution occurring as a result of any loan secured by a lien on the motorcycle.

625 5. An employee of an organization arranging for the purchase or lease by the organization of 626 motorcycles for use in the organization's business.

627 6. Any person who permits the operation of a motorcycle show or permits the display of motorcycles 628 for sale by any motorcycle dealer licensed under this chapter.

629 7. An insurance company authorized to do business in the Commonwealth that sells or disposes of 630 motorcycles under a contract with its insured in the regular course of business.

631 8. Any publication, broadcast, or other communications media when engaged in the business of 632 advertising, but not otherwise arranging for the sale of motorcycles owned by others.

633 9. Any person dealing solely in the sale or lease of motorcycles designed exclusively for off-road 634 use.

10. Any credit union authorized to do business in Virginia, provided the credit union does not 635 636 receive a commission, money, or other thing of value directly from a motorcycle dealer.

637 "Motorcycle salesperson" or "salesperson" means any person who is licensed as and employed as a 638 salesperson by a motorcycle dealer to sell or exchange motorcycles.

639 "Motorcycle show" means a display of motorcycles to the general public at a location other than a **640** dealer's location licensed under this chapter where the motorcycles are not being offered for sale or 641 exchange during or as part of the display.

642 "New motorcycle" means any motorcycle which (i) has not been previously sold except in good faith 643 for the purpose of resale, (ii) has not been used as a rental, driver education, or demonstration 644 motorcycle, or for the personal and business transportation of the manufacturer, distributor, dealer, or 645 any of his employees, (iii) has not been used except for limited use necessary in moving or road testing 646 the motorcycle prior to delivery to a customer, (iv) is transferred by a certificate of origin, and (v) has 647 the manufacturer's certification that it conforms to all applicable federal motorcycle safety and emission 648 standards. Notwithstanding provisions (i) and (iii), a motorcycle that has been previously sold but not 649 titled shall be deemed a new motorcycle if it meets the requirements of provisions (ii), (iv), and (v).

"Original license" means a motorcycle dealer license issued to an applicant who has never been 650 651 licensed as a motorcycle dealer in Virginia or whose Virginia motorcycle dealer license has been 652 expired for more than thirty days. 653

"Relevant market area" means as follows:

654 1. In metropolitan localities with a population of 250,000, the relevant market area shall be a circular 655 area around an existing franchised dealer not to exceed a radius of ten miles, but in no case less than 656 seven miles.

2. If the population in an area within a radius of ten miles around an existing franchised dealer is 657 658 less than 250,000, but the population in an area within a radius of fifteen miles around an existing 659 franchised dealer is 150,000 or more, the relevant market area shall be that area within the fifteen-mile 660 radius.

661 3. In all other cases the relevant market area shall be an area within a radius of twenty miles around 662 an existing franchised dealer or the area of responsibility defined in the franchise, whichever is greater. 663 In any case where the franchise agreement is silent as to area responsibility, the relevant market area 664 shall be the greater of an area within a radius of twenty miles around an existing franchised dealer or 665 that area in which the franchisor otherwise requires the franchisee to make significant retail sales or 666 sales efforts.

667 In determining population for this definition, the most recent census by the U.S. Bureau of the 668 Census or the most recent population update, either from the National Planning Data Corporation or 669 other similar recognized source, shall be accumulated for all census tracts either wholly or partially 670 within the relevant market area.

671 "Retail installment sale" means every sale of one or more motorcycles to a buyer for his use and not 672 for resale, in which the price of the motorcycle is payable in one or more installments and in which the 673 seller has either retained title to the goods or has taken or retained a security interest in the goods under 674 form of contract designated either as a security agreement, conditional sale, bailment lease, chattel

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675 mortgage, or otherwise.

"Sale at retail" or "retail sale" means the act or attempted act of selling, bartering, exchanging, or 676 677 otherwise disposing of a motorcycle to a buyer for his personal use and not for resale.

678 "Sale at wholesale" or "wholesale" means a sale to motorcycle dealers or wholesalers other than to 679 consumers, or a sale to one who intends to resell.

680 "Used motorcycle" means any motorcycle other than a new motorcycle as defined in this section.

681 "Wholesale auction" means an auction of motorcycles restricted to sales at wholesale.

682 § 46.2-1993.6. Licenses required.

683 It shall be unlawful for any person to engage in business in the Commonwealth as a motorcycle dealer, salesperson, manufacturer, factory branch, distributor, distributor branch, or factory or distributor **684** 685 representative, without first obtaining a license as provided in this chapter. Any person licensed in another state as a motorcycle dealer may sell motorcycles at wholesale auctions in the Commonwealth 686 687 after having obtained a certificate of dealer registration as provided in Chapter 19 of Title 46.2. The offering or granting of a motorcycle dealer franchise in the Commonwealth shall constitute engaging in 688 689 business in the Commonwealth for purposes of this section, and no new motorcycle may be sold or 690 offered for sale in the Commonwealth unless the franchisor of motorcycle dealer franchises for that 691 line-make in the Commonwealth, whether such franchisor is a manufacturer, factory branch, distributor, 692 distributor branch, or otherwise, is licensed under this chapter. In the event a license issued under this 693 chapter to a franchisor of motorcycle dealer franchises is suspended, revoked, or not renewed, nothing in 694 this section shall prevent the sale of any new motorcycle of such franchisor's line-make manufactured in 695 or brought into the Commonwealth for sale prior to the suspension, revocation or expiration of the 696 license. 697

Violation of any provision of this section shall constitute a Class 1 misdemeanor.

§ 46.2-1993.19. Issuance, expiration, and renewal of licenses and certificates of registration.

699 A. All licenses and certificates of registration issued under this chapter shall be issued for a period of 700 twelve consecutive months except, at the discretion of the Commissioner, the periods may be adjusted as 701 is necessary to distribute the licenses and certificates as equally as practicable on a monthly basis. The 702 expiration date shall be the last day of the twelfth month of validity or the last day of the designated month. Every license and certificate of registration shall be renewed annually on application by the 703 704 licensee or registrant and by payment of fees required by law, the renewal to take effect on the first day 705 of the succeeding month.

706 B. Licenses and certificates of registration issued under this chapter shall be deemed not to have 707 expired if the renewal application and required fees as set forth in this subsection are received by the 708 Board or postmarked not more than thirty days after the expiration date of such license or certificate of 709 registration. Whenever the renewal application is received by the Board or postmarked no more than 710 thirty days after the expiration date of such license or certificate of registration, the license fees shall be

711 150 percent of the fees provided for in § 46.2-1993.17.