

## **Department of Planning and Budget 2022 Fiscal Impact Statement**

**1. Bill Number:** HB259

<b>House of Origin</b>	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
<b>Second House</b>	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Enrolled

**2. Patron:** Wyatt

**3. Committee:** Passed Both Houses

**4. Title:** Motor vehicle dealers and manufacturers; compensation for recall, warranty, and maintenance.

**5. Summary:** This bill provides that manufacturer or distributor compensated parts, service, diagnostic work, updates to a vehicle accessory or function, and associated maintenance are subject to compensation related to recall and warranty. The bill provides that certain parts and services cannot be considered in calculating recall and warranty compensation and clarifies what is required of manufacturers and dealers in compensating motor vehicle dealers for recall and warranty parts and service.

**6. Budget Amendment Necessary:** No.

**7. Fiscal Impact Estimates:** Final. See item 8.

**8. Fiscal Implications:** This bill amends the current manufacturer and distributor compensation to Virginia franchise motor vehicle dealers to include maintenance parts and service and body-shop repairs. The current law only includes compensation by manufacturers and distributors for recall and warranty parts and service. No state fiscal impact is anticipated from the bill.

**9. Specific Agency or Political Subdivisions Affected:** Motor Vehicle Dealer Board, Department of Motor Vehicles.

**10. Technical Amendment Necessary:** No.

**11. Other Comments:** This bill is a companion to SB216.