



**Senate Fiscal Agency**  
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House Bill 5606 (Substitute H-1 as passed by the House)  
Sponsor: Representative Aric Nesbitt  
House Committee: Commerce  
Senate Committee: Regulatory Reform

Date Completed: 9-23-14

### **CONTENT**

The bill would amend Public Act 118 of 1981, which regulates automobile dealer manufacturers and franchises, to prohibit a manufacturer from preventing, attempting to prevent, prohibiting, coercing, or attempting to coerce a new motor vehicle dealer from charging a consumer any documentary preparation fee that the dealer is allowed to charge under Michigan law.

(The Act includes provisions for injunctive relief and a cause of action against a manufacturer for certain actions taken in violation of the Act. It also specifies that a manufacturer who violates the Act is liable for all damages sustained by a new motor vehicle dealer as a result of the violation and for all court costs and reasonable attorney fees incurred by a dealer.)

MCL 445.1574

Legislative Analyst: Patrick Affholter

### **FISCAL IMPACT**

The bill would have no fiscal impact on State or local government.

Fiscal Analyst: John Maxwell

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This analysis was prepared by nonpartisan Senate staff for use by the Senate in its deliberations and does not constitute an official statement of legislative intent.