

SUBSTITUTE FOR
SENATE BILL NO. 128

A bill to amend 1949 PA 300, entitled
"Michigan vehicle code,"
by amending section 14 (MCL 257.14), as amended by 2012 PA 498.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 14. (1) Except as provided in subsections (2) and (3),
2 "established place of business" means ~~the place~~ **premises** actually
3 occupied either continuously or at regular periods by a dealer or
4 manufacturer ~~where his or her~~ **at which the dealer or manufacturer**
5 **keeps its** books and records ~~are kept~~ and **at which the dealer or**
6 **manufacturer transacts** a large share of ~~his or her~~ **its** business.
7 ~~transacted.~~

8 (2) ~~Established place of business for~~ **For** a class (a) or class
9 (b) dealer, **"established place of business"** means premises that

1 meet all of the following requirements:

2 (a) The premises contain, except as otherwise provided in this
3 act, a permanently enclosed building or structure **that is** either
4 owned, leased, or rented by ~~a dealer, which~~ **the dealer; the**
5 **building or structure** is not a residence, tent, temporary stand, or
6 any temporary quarters; the building or structure is continuously
7 occupied in good faith for the purpose of selling, buying, trading,
8 leasing, or otherwise dealing in motor vehicles; all books,
9 records, and files necessary to conduct the business of a class (a)
10 or class (b) dealer are maintained in the building or structure;
11 and the building or structure houses an office of at least 150
12 square feet in size, equipped with standard office furniture,
13 working utilities, a working restroom, and a working telephone
14 listed in the name of the business on the dealer's license.

15 (b) The premises have land space of ~~no~~ **not** less than 1,300
16 square feet to accommodate the display of a minimum of 10 vehicles
17 of the kind and type that the dealer is licensed to sell and an
18 additional 650 square feet for customer parking.

19 (c) The display and customer parking areas ~~shall be~~ **described**
20 **in subdivision (b) are** adequately surfaced and well-lit during
21 business hours.

22 (d) ~~(e)~~ The premises are identified by an exterior sign
23 displaying the name of the dealership that is permanently affixed
24 to the building or land with letters clearly visible from ~~a~~
25 ~~highway.~~ **the roadway.**

26 (e) ~~(d)~~ The premises contain a conspicuous posting of the
27 dealer's regular hours of operation. The posted hours ~~shall be not~~
28 **must not be** less than 30 hours per week **for not less than 48 weeks**
29 **per year. Fifteen of the 30 hours per week must be between the**

1 hours of 8 a.m. and 5 p.m., Monday through Friday. The dealer may
2 change its posted hours of operation to be less than 30 hours per
3 week for not more than 4 weeks per year if the dealer notifies the
4 department not less than 7 days prior to the change. The department
5 shall waive the 7-day notification requirement under this
6 subdivision for good cause, including, but not limited to, a
7 medical emergency or other extenuating circumstances.

8 (f) ~~(e)~~—The premises contain a registered repair facility on
9 site for the repair and servicing of motor vehicles of a type sold
10 at the established place of business, unless the dealer has entered
11 into a written servicing agreement with a registered repair
12 facility at a location ~~not to exceed 10 miles' distance from that~~
13 **is located within a 10-mile radius of** the established place of
14 business. If repairs are conducted ~~pursuant to~~ **under** a servicing
15 agreement, the **dealer shall conspicuously post the** servicing
16 agreement ~~shall be conspicuously posted in the~~ **dealer's** office.

17 (g) ~~(f)~~—The premises meet all applicable zoning requirements
18 and **any other applicable** municipal requirements.

19 (3) ~~An established~~ **For a wholesaler, "established** place of
20 ~~business for a wholesaler shall satisfy~~ **business" means premises**
21 **that meet** all of the following requirements:

22 (a) The premises ~~shall~~ contain a permanently enclosed building
23 or structure that is either owned, leased, or rented ~~by a~~
24 ~~wholesaler, which~~ **and** is not a commercial mailbox, tent, temporary
25 stand, or other temporary quarters.

26 (b) All books, records, and files necessary to conduct the
27 business of the wholesaler ~~shall be~~ **are** maintained in the building
28 or structure described in subdivision (a).

29 (c) The premises ~~shall~~ **are** not ~~be~~ used for the display of

1 vehicles. However, the premises may be used for the storage of
2 vehicles purchased by the wholesaler ~~prior to~~**before** sale to a
3 licensed vehicle dealer.

4 (d) The premises ~~shall be~~**are** identified by an exterior sign
5 displaying the name of the wholesaler that is permanently affixed
6 to the building or land with letters clearly visible from the
7 roadway.

8 (e) The premises ~~shall satisfy~~**meet** all applicable zoning
9 requirements and any other applicable municipal requirements.

10 Enacting section 1. This amendatory act takes effect 60 days
11 after the date it is enacted into law.