

CHAPTER 830

(House Bill 1159)

AN ACT concerning

Commercial Law - Mechanical Repair Contracts - Financed
Sales of Motor Vehicles

FOR the purpose of ~~clarifying that~~ authorizing the financing of mechanical repair contracts under certain circumstances may be-financed when sold in connection with the sale of a motor vehicle, provided that the mechanical repair contract is separately itemized in the financing agreement; providing for the sale of mechanical repair contracts for certain motor vehicles under certain circumstances; providing for the applicability of this Act; and generally relating to the sale of mechanical repair contracts in connection with financed sales of motor vehicles.

BY renumbering

Article - Commercial Law
Section 12-601(m) through (v), respectively
to be Section 12-601(n) through (w), respectively
Annotated Code of Maryland
(1983 Replacement Volume and 1988 Supplement)

BY adding to

Article - Commercial Law
Section 12-601(m)~~7-12-630-17~~ and 12-1001(i)
Annotated Code of Maryland
(1983 Replacement Volume and 1988 Supplement)

BY repealing and reenacting, with amendments,

Article - Commercial Law
Section 12-1012 and 12-609(b)
Annotated Code of Maryland
(1983 Replacement Volume and 1988 Supplement)

Preamble

WHEREAS, It appears that ambiguities may exist under Maryland law as to whether mechanical repair contracts sold in connection with the sale of a motor vehicle may be financed along with the sale of motor vehicles; and