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## DIGEST

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Arnold

HB No. 468

**Abstract:** Authorizes motor vehicle dealers to make corrections to sales data during audit periods.

Present law (R.S. 32:1262(B)(1)) provides for audits of dealer records by the manufacturer, distributor, distributor branch, or factory branch. Audits for warranty parts or service compensation are for a 12-month period immediately following the date of the payment of the claim by the manufacturer or distributor. Exempts dealers from liability for failure to retain parts for a period in excess of six months. Audits for sale and service incentives, rebates, or other forms of incentive compensation shall only be for the 12-month period immediately following the date of the close of the promotion, event, program, or activity.

Proposed law authorizes motor vehicle dealers to make corrections to sales data during the audit period. Provides that no penalty other than the amounts advanced on a vehicle reported but not sold is due in connection with an audit. Also provides that the dealer will be charged for any amount submitted incorrectly and credited with any amount that may be due on the actual sale date for any vehicles sold during the audit period.

(Amends R.S. 32:1262(B)(1))