



Automotive Service Councils of California
Professionals in Automotive Service ~ Since 1940

Automotive Service Councils of California

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MINUTES

ASCCA GOVERNMENT AFFAIRS COMMITTEE

Mission: Increased Credibility and Influence in Government and Regulatory Affairs.

July 26, 2018 | 2:00 – 3:00 PM (SHARP)

Conference Call

I. Call to Order

D. Kusa called the meeting to order at 2:03 pm.

II. Roll Call / Attendance Record

Present: David Kusa, James Justus, Glenn Davis, Craig Johnson, Rocky Khamenian, Rob Morrell, Steve Vanlandingham, Advisor: George Hritz

Absent: Rich Lezcano, Gene Morrill, Allen Pennebaker, Stuart Terry, John Villa, Advisors: Phil Fournier, Larry Moore

Excused: Dennis Montalbano, Tracy Renee

III. June 21, 2018 Meeting Minutes – *encls.*

Due to the lack of a quorum, the minutes were deferred until the next meeting.

Committee Financial Update

a. 2018 Committee Budget to Actual – *encl.*

G. Peterson reviewed. D. Kusa noted that the Board approved the Legislative Day expenses for 2019, so the contract will be signed and marketing started.

IV. NASTF & Society of Automotive Engineers (SAE) Committee Update

C. Johnson summarized a meeting he participated in earlier today with the SAE (review recording for Committee name). The Committee had previously worked on J3138, securing the data link connector. It just started 3146, which is the diagnostic that connects to the data link connector and making sure to secure that access. Diagnostics of Internet Protocol (DIP), which a lot of the manufacturers are doing to provide the diagnostics information. He discussed that Ethernet connections will be added to future vehicles in order to assist with the security. He also mentioned that vehicles will have to be in a safe mode before access will be given.

NASTF – The main (review recording about 12 minutes in)

There is a new tool that will come out from Ford.

G. Davis asked how long Kia and Hyundai have been out of compliance. C. Johnson responded that it has been six months. He explained the background of why they have not needed to be in compliance until the memo of understanding (MOU) between the manufacturers and NASTF to give independents the right to access the information.

V. Action Sheet

J. Molodanof

AB 2825 – Would make auto repair shops debt collectors. He reviewed that ASCCA signed on to an industry coalition letter. The bill is currently in the Senate Appropriations Committee. C. Johnson summarized a meeting that he participated in with Gene Morrill and six other members with Senator Portantino in his district office. J. Molodanof reported that he met with Senator Portantino's chief of staff to

provide the proposed amendments to the bill. He also met with the New Car Dealers Association, based on feedback from Senator Portantino's chief of staff.

J. Molodanof noted that the legislature is in recess until August 6.

It was reported that J. Justus met with Senators Atkins and Hueso to discuss our opposition.

The coalition letter has been blasted to all the senators and the governor and will be getting momentum in the press.

The California constitution provides the mechanics lien law, the law would indicate that you can only collect only 50% of the remaining amount owed after the lien sale.

AB 3141 – The minor services bill. We have been working with the unregistered minor repair business. The unregistered minor service providers approached ASCCA and started work on language to provide a compromise that would require them to be an ARD. The oil changes are in support of the industry proposed language. The Committee was provided with a copy of the coalition letter with recommended amendments. We are working with Assemblyman Low to see if we can get the language added into the bill in August. D. Kusa has met with Assemblyman Low who has not committed to placing our recommended language in the bill, but we are working very hard to make that happen.

SB 993 – Sales Tax on Service – There is a scheduled hearing on August 8 that J. Molodanof will participate in. We are already on record opposing the bill.

AB 2908 – Tire Fee Bill – This bill would add another \$1 fee to the current \$1.75 fee that already applies. They already have a surplus and there is no need for the additional \$1.

Prop 65 – J. Justus asked if shops will need a new sign by the August implementation timeline. J. Molodanof clarified that if your facility is setup so that your repair area is near the customer waiting area. He recommends that if you are not sure either way, then you should hang the sign.

ACTION D. Kusa will reach out to D. Fisher to see if he has access to a resource for the signs.

It was noted that Cal Chamber may be a good resource. J. Molodanof reported that each vendor will have their own designated sign requirements.

BAR – There is an electronic documents regulation that should be approved by the end of this year. (review notes from 2:51 pm)

VI. New Business

J. Justus noted that the California Small Business Association has invited him to serve on their board and was wanting to make sure that the Committee saw any conflict. The Committee supported the idea.

VII. Old Business

VIII. Adjournment

The meeting adjourned at 2:54 pm.