## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1391 Session of 1977

INTRODUCED BY MESSRS. GREENFIELD, CIANCIULLI, GRAY, GIAMMARCO, COHEN, BORSKI, MRS. SCANLON, MESSRS. GLEESON, BROWN AND SCHMITT, JUNE 22, 1977

SENATOR KURY, CONSUMER AFFAIRS, IN SENATE, AS AMENDED, APRIL 3, 1978

## AN ACT

1 2 3 4	Providing for the return of certain defective goods and for a refund of the purchase price; providing for enforcement powers of the Attorney General for certain actions in equity and for the payment of costs and restitution.
5	The General Assembly of the Commonwealth of Pennsylvania
6	hereby enacts as follows:
7	Section 1. The following words and phrases when used in this
8	act shall have, unless the context clearly indicates otherwise,
9	the meanings given to them in this section:
10	"DEPARTMENT." THE DEPARTMENT OF JUSTICE OF THE COMMONWEALTH <
11	OF PENNSYLVANIA.
12	"Goods." All things (including specially manufactured goods)
13	which are movable at the time of identification to the contract
14	for sale other than the money in which the price is to be paid,
15	investment securities, things in action, and motor vehicles.
16	"Merchant." A person who deals in goods of the kind or
17	otherwise by his occupation holds himself out as having

1 knowledge or skill peculiar to the practices or goods involved 2 in the transaction or to whom such knowledge or skill may be 3 attributed by his employment of an agent or broker or other 4 intermediary who by his occupation holds himself out as having 5 such knowledge or skill.

6 "Motor vehicle." Any self-propelled device in which, upon which, or by which any person or property is or may be 7 transported or drawn upon a public highway, excepting tractors, 8 9 power shovels, road machinery, agricultural machinery and other 10 machinery not designed primarily for highway transportation, but 11 which may incidentally transport persons or property on a public highway, and excepting such devices which move upon or are 12 13 guided by a track or travel through the air and shall include trailers and semitrailers. 14

15 Section 2. (a) If the seller of new (unused) goods which 16 were purchased for use for primarily personal, family or 17 household purposes breaches an implied warranty of merchantability arising under section 2-314 of the act of April 18 6, 1953 (P.L.3, No.1), known as the "Uniform Commercial Code," 19 20 or implied warranty of fitness for a particular purpose arising under section 2-315 of the said act, the buyer may revoke his 21 22 acceptance of the goods by returning the goods to the place of sale within seven full business days following the day on which 23 24 the sale was made, in the same condition as at the time of sale, 25 excepting such change in condition which is necessarily caused in discovering the breach of warranty and tendering a sales 26 27 receipt or other documentary proof of purchase. If the buyer revokes his acceptance pursuant to this section, the seller 28 29 shall give a cash refund to the buyer in the amount of the 30 purchase price if the goods cannot be replaced with conforming 19770H1391B2904 - 2 -

goods or repaired to a condition of conformity with the 1 warranties within seven full business days following the day 2 3 that the goods are returned. The buyer may at any time after the 4 purchase agree to extend or waive the time for repairs provided 5 in this section but such extension or waiver shall be effective only if it is stated in a writing signed by the buyer. If a 6 7 warranty of merchantability or warranty of fitness for a particular purpose is implied in a sale of goods which were 8 9 purchased for use for primarily personal, family or household 10 purposes, the seller shall not limit the right of the buyer to 11 receive a cash refund under this act and any such limitation of the buyer's right shall be void and unenforceable. 12

13 (b) This section shall not apply in cases where the buyer14 has recourse to the Public Utility Commission.

(c) When the seller delivers goods by United States mail or other delivery service, the buyer shall be deemed to have returned such goods upon depositing the merchandise in the United States mail, or with the same delivery service as used for delivery to the buyer, with the proper delivery fee and instructions for return to the seller, provided that the merchandise is subsequently delivered to the seller.

22 Section 3. A cash refund may be a credit to the account of 23 the buyer if the original sale is a credit sale: Provided, That 24 any credit balance in the account after such credit is entered 25 shall be refunded upon request of the buyer. Such credit may be 26 entered and any credit balance may be refunded within a 27 reasonable time after the return of the goods: And, provided further, That the credit to the account shall be effective as of 28 29 the date on which the goods were returned. If the payment was by 30 personal check, the cash refund shall be made after the check 19770H1391B2904 - 3 -

1 has been honored.

Section 4. The Attorney General DEPARTMENT shall have the
power to enforce this act.

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4 Section 5. In the administration of this act, the Attorney 5 General DEPARTMENT may accept an assurance of voluntary 6 compliance with respect to any method, act or practice deemed to be violative of the act from any person who has engaged or was 7 about to engage in such method, act or practice. Such assurance 8 9 may include a stipulation for voluntary payment by the alleged 10 violator providing for the restitution by the alleged violator 11 to buyers of money, property or other things received from them in connection with the violation of this act. Any such assurance 12 13 shall be in writing and be filed with the court of common pleas 14 in the county in which the alleged violator resides, has his 15 principal place of business, or is doing business, or the 16 Commonwealth Court. Such assurance of voluntary compliance shall 17 not be considered an admission of violation for any purpose. Matters thus closed may at any time be reopened by the Attorney 18 General DEPARTMENT for further proceedings in the public 19 20 interest.

21 Section 6. Whenever the Attorney General DEPARTMENT has 22 reason to believe that any person is using or is about to use 23 any method, act or practice declared in this act to be unlawful 24 and that proceedings would be in the public interest, he IT may 25 bring an action in the name of the Commonwealth against such 26 person to restrain by temporary or permanent injunction the use 27 of such method, act or practice. The action may be brought in the court of common pleas of the county in which such person 28 29 resides, has his principal place of business, or is doing 30 business, or may be brought in the Commonwealth Court. The said 19770H1391B2904 - 4 -

1 courts are authorized to issue temporary or permanent

2 injunctions to restrain and prevent violations of this act, and 3 such injunctions shall be issued without bond.

4 Section 7. Whenever any court issues a permanent injunction 5 to restrain and prevent violations of this act, the court may in its discretion provide for payment by defendant or defendants to 6 the Commonwealth of the court costs of the action. In addition, 7 8 the court may in its discretion direct that the defendant or 9 defendants restore to any person in interest any moneys or 10 property, real or personal, which may have been acquired by 11 means of any violation of this act, under terms and conditions established by the court. 12

13 Section 8. Whenever goods shall be returned to the seller 14 and the seller fails to comply with the provisions of this act 15 such seller shall be liable to the buyer for the lesser of three 16 times the purchase price or the purchase price plus \$200. 17 Section 9. Except as provided in section 8, the rights, 18 duties and remedies established in this act shall be in addition 19 to other rights, duties and remedies under the law, including 20 the act of April 6, 1953 (P.L.3, No.1), known as the "Uniform Commercial Code." This act shall not limit the right of the 21 seller to disclaim warranties. 22

23 Section 10. This act shall take effect immediately.

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