## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 638

Session of 1985

INTRODUCED BY STAUFFER, MOORE, BRIGHTBILL, FUMO, BODACK AND ZEMPRELLI, MARCH 27, 1985

REFERRED TO CONSUMER PROTECTION AND PROFESSIONAL LICENSURE, MARCH 27, 1985

## AN ACT

- 1 Amending the act of April 4, 1984 (P.L.193, No.40), entitled "An
- act requiring certain public agencies in the Commonwealth of
- Pennsylvania to purchase or lease motor vehicles which are manufactured or assembled in the United States; and imposing
- 5 a penalty, "further providing for motor vehicle procurement
- by public agencies; and changing penalty provisions.
- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. Sections 2, 4, 5 and 8 of the act of April 4,
- 10 1984 (P.L.193, No.40), known as the Motor Vehicle Procurement
- 11 Act, are amended to read:
- 12 Section 2. Definitions.
- 13 The following words and phrases when used in this act shall
- 14 have the meanings given to them in this section unless the
- 15 context clearly indicates otherwise:
- 16 "Motor vehicle." [Includes motorcycle, automobile, truck,
- 17 tractor, plow and earth moving equipment] A vehicle which is
- 18 self-propelled except one which is propelled solely by human or
- 19 animal power. The term includes those vehicles designed

- 1 primarily for use in construction or agriculture or road
- 2 <u>maintenance such as tractors and earth-moving equipment.</u>
- 3 <u>"North America." The United States of America and Canada.</u>
- 4 The United States includes all territory, continental or
- 5 insular, subject to the jurisdiction of the United States.
- 6 "Person." Natural persons as well as corporations,
- 7 partnerships, business units and associations.
- 8 <u>"Procure." To acquire by purchase, lease or rent; however,</u>
- 9 <u>it does not include any rentals or leases where the term thereof</u>
- 10 is less than one month.
- 11 "Public agency."
- 12 (1) The Commonwealth and its departments, boards,
- 13 commissions and agencies.
- 14 (2) Counties, cities, boroughs, townships, school
- districts and any other governmental unit or district.
- 16 (3) The State Public School Building Authority, the
- 17 State Highway and Bridge Authority and any other authority
- now in existence or hereafter created or organized by the
- 19 Commonwealth.
- 20 (4) The municipal or school or other authorities now in
- 21 existence or hereafter created or organized by any county,
- 22 city, borough, township or school district or combination
- thereof.
- 24 (5) Any and all other public bodies, authorities,
- offices, agencies and instrumentalities exercising a
- 26 governmental or proprietary function.
- 27 ["United States." The United States of America. It includes
- 28 all territory, continental or insular, subject to the
- 29 jurisdiction of the United States.]
- 30 Section 4. Public policy.

- 1 (a) Legislative finding.--It is determined by the General
- 2 Assembly and declared to be its legislative finding that:
- 3 (1) The production of motor vehicles and component parts
- 4 constitutes a major industry of the Commonwealth. It provides
- 5 employment for and incomes of hundreds of thousands of the
- 6 people of this Commonwealth and, in turn, millions of persons
- 7 in the United States.
- 8 (2) The taxes paid to the Commonwealth and its political
- 9 subdivisions by employers and employees engaged in the
- 10 production and sale of motor vehicles is one of the largest
- single sources of public revenues in this Commonwealth.
- 12 (3) It has, for many years, been the policy of the
- Commonwealth to aid and support the development and expansion
- of industry here to foster the economic well-being of the
- 15 Commonwealth and its people.
- 16 (4) The economy and general welfare of the Commonwealth
- and its citizens, as well as the economy, general welfare and
- 18 national security of the United States, are inseparably
- 19 related in the preservation and development of the motor
- vehicle industry in Pennsylvania and in other states of the
- 21 United States.
- 22 (5) The production of motor vehicles and motor vehicle
- 23 <u>components in Canada involves the use of a substantial amount</u>
- of resources from the United States, including labor and
- 25 materials.
- 26 (b) General Assembly declaration. -- The General Assembly
- 27 declares it to be the policy of the Commonwealth of Pennsylvania
- 28 that public officers and agencies should aid and promote the
- 29 development of the motor vehicle industry of [the United States]
- 30 North America to stimulate and improve the economic well-being

- 1 of the Commonwealth and its citizens.
- 2 Section 5. Contract provisions.
- 3 (a) Motor vehicles to be manufactured [or assembled in the
- 4 United States] in North America .-- A public agency shall
- 5 [purchase, lease or rent] procure only motor vehicles which are
- 6 manufactured [or assembled in the United States. In the case of
- 7 motor vehicles which are assembled but not manufactured in the
- 8 United States, a public agency shall not purchase, lease or rent
- 9 any such motor vehicle unless a majority of the parts, as set
- 10 forth at 40 CFR 600.511-80, used in assembling such motor
- 11 vehicles are manufactured in the United States. Contract
- 12 documents for the purchase, lease or rental of motor vehicles
- 13 shall contain a provision that the vehicles purchased, leased or
- 14 rented by the public agency shall be manufactured or assembled
- 15 in the United States] in North America. A motor vehicle is
- 16 manufactured in North America if a substantial majority of the
- 17 principal components are assembled into the final product in an
- 18 <u>assembly plant in North America</u>. Contract documents for the
- 19 procurement of motor vehicles shall contain a provision that the
- 20 <u>vehicles procured by the public agency shall be manufactured in</u>
- 21 North America.
- 22 (b) Exception.--This section shall not apply where the head
- 23 of the public agency shall state in writing that it is
- 24 inconsistent with the public interest or that the cost is
- 25 unreasonable.
- 26 Section 8. Penalty.
- 27 [A violation of a provision of this act shall be a
- 28 misdemeanor of the first degree.] In addition to the withholding
- 29 of payments, any person who willfully violates any of the
- 30 provisions of this act may be prohibited by any public agency

- 1 from participation in contracts awarded by the public agency for
- 2 <u>a period of five years from the date of the determination that a</u>
- 3 <u>violation has occurred</u>.
- Section 2. This act shall take effect immediately. 4