## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2493

Session of

INTRODUCED BY ACOSTA, KOSINSKI, HAYDEN, JOSEPHS, KITCHEN, ROEBUCK, WESTON, CARN, HARPER, LINTON AND RICHARDSON, MAY 24, 1988

REFERRED TO COMMITTEE ON TRANSPORTATION, MAY 24, 1988

## AN ACT

- 1 Amending Title 75 (Vehicles) of the Pennsylvania Consolidated
- 2 Statutes, further providing for use of dealer registration
- 3 plates, for use and suspension of "Miscellaneous Motor
- 4 Vehicle Business" registration plates, and for judicial
- 5 review of denial, suspension or revocation of registration.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- 7 hereby enacts as follows:
- 8 Section 1. Sections 1336, 1337, 1374 and 1377 of Title 75 of
- 9 the Pennsylvania Consolidated Statutes are amended to read:
- 10 § 1336. Use of dealer registration plates.
- 11 (a) General rule.--Dealer registration plates may be used on
- 12 any vehicle owned or in possession of a dealer or manufacturer
- 13 [and operated by the dealer or manufacturer or their employees
- 14 only when the vehicle is], but only if the vehicle is being held
- 15 for sale, is unladen except for safety equipment, jumper cables
- 16 and similar items, or is being used for any of the following
- 17 purposes:
- 18 (1) [In the business of the registrant as a dealer or
- 19 manufacturer.

- 1 (2)] For the personal [pleasure or] use of the dealer or
- 2 members of his immediate family, or, when the dealer is a
- 3 corporation, for the personal [pleasure or] use of the
- 4 officers or members of their immediate families, or for the
- 5 personal use of the regular employees of the dealer.
- 6 [(3)] (2) For teaching students enrolled in an approved
- 7 driver education course how to operate a vehicle and for the
- 8 new driver to take an examination for a driver's license.
- 9 [(4)] <u>(3)</u> For testing vehicles in the possession of the
- 10 dealer or manufacturer.
- [(5)] (4) For demonstrating vehicles in the possession
- of the dealer or manufacturer.
- [(6)] (5) For loaning to customers whose vehicles are
- 14 being repaired.
- [(7)] (6) For loaning to prospective purchasers for a
- 16 period not exceeding five days for the purpose of
- 17 demonstrating vehicles.
- 18 (b) Records.--Records shall be kept by the dealer in a
- 19 manner prescribed by the department indicating which vehicles
- 20 have been used as provided in subsection [(a)(3), (6) and (7)]
- 21 (a)(2), (5) and (6). The records shall be open to inspection by
- 22 representatives of the department and police officers.
- 23 § 1337. Use of "Miscellaneous Motor Vehicle Business"
- 24 registration plates.
- 25 (a) General rule. -- The department shall issue to owners of
- 26 miscellaneous motor vehicle businesses special registration
- 27 plates which may be displayed on vehicles operated on highways
- 28 in lieu of registering each vehicle individually. Registration
- 29 plates issued under this section may be used only [when the
- 30 vehicle is used for any of the following purposes:

- 1 (1) In the conduct of the miscellaneous motor vehicle
- 2 business.
- 3 (2) For the personal pleasure or use of the owner of the
- 4 miscellaneous motor vehicle business or members of their
- 5 immediate family, or when the business is a corporation, for
- 6 the pleasure or use of not more than three officers or
- 7 members of their immediate families, or for the personal use
- 8 of the regular employees of the business when operated by the
- 9 employee.]
- 10 on a vehicle owned by another person which is in the process of
- 11 being:
- 12 <u>(1) Repaired or serviced.</u>
- 13 (2) Remodeled, taken apart or rebuilt after it has been
- 14 wrecked or abandoned.
- 15 (3) Transported on its own wheels by a transporter, as
- defined in this section.
- 17 (4) Repossessed.
- 18 (b) Application for registration. -- Application for
- 19 registration in any of the "Miscellaneous Motor Vehicle
- 20 Business" classes shall be made upon a form provided by the
- 21 department and shall set forth the full name and business
- 22 address of the applicant and such other information as the
- 23 department shall require. The application shall be verified by
- 24 the oath or affirmation of the applicant or, if the applicant is
- 25 a partnership or a corporation, by a partner or officer.
- 26 (c) Classes of "Miscellaneous Motor Vehicle Business".--
- 27 (1) Repair[,] or service [and towing].--Any person
- 28 engaged in the repair[,] or service [or towing] of motor
- 29 vehicles.
- 30 (2) Vehicle salvage dealer.--Any person who maintains an

- 1 established place of business and who is engaged in the
- 2 business of buying, selling or exchanging used, wrecked or
- 3 abandoned vehicles and junkers for the purpose of remodeling,
- 4 taking apart, or rebuilding the same, or buying or selling of
- 5 parts.
- 6 (3) Transporter.--A person regularly engaged in the
- 7 business of transporting [new vehicles or new and used
- 8 trailers on their own wheels,] on their own wheels new or
- 9 <u>used vehicles</u> owned by or in possession of a [registered]
- 10 <u>manufacturer or</u> dealer.
- 11 (4) Financier or collector-repossessor.--A person who is
- duly authorized by the Department of Banking to do business
- in this Commonwealth as a financier or collector-repossessor
- and who is regularly engaged as an independent contractor in
- the business of financing sales, making loans on the security
- of vehicles or repossessing vehicles which are the subject of
- installment sales contracts [as an independent contractor].
- 18 § 1374. Suspension or revocation of vehicle business
- 19 registration plates.
- 20 (a) [General rule] Suspension or revocation after
- 21 opportunity for hearing. -- The department may suspend or revoke
- 22 registration plates [for] of dealers, manufacturers or members
- 23 of the "Miscellaneous Motor Vehicle Business" class after
- 24 providing opportunity for a hearing in any of the following
- 25 cases when the department finds upon sufficient evidence that:
- 26 (1) [The] Except as provided in subsection (b)(1), the
- 27 registrant is no longer entitled to licensing as a dealer or
- 28 manufacturer or to registration in the "Miscellaneous Motor
- 29 Vehicle Business" class.
- 30 (2) The registrant has made or permitted to be made any

- 1 unlawful use of the vehicle or registration plate or plates
- or registration card or permitted the use by a person not
- 3 entitled thereto.
- 4 (3) The registrant has knowingly made a false statement
- or knowingly concealed a material fact or otherwise committed
- 6 a fraud in any application.
- 7 (4) The registrant has failed to give notice of transfer
- 8 of ownership or of the destruction or junking of any vehicle
- 9 when and as required by this title.
- 10 (5) The registrant has failed to deliver to a transferee
- lawfully entitled thereto or to the department, when and as
- required by this title, a properly assigned certificate of
- 13 title.
- 14 (6) The registrant has repeatedly violated any of the
- 15 provisions of this title.
- 16 [(7) Any fee payable to the Commonwealth in connection
- 17 with the operation of the business of the registrant has not
- 18 been paid.]
- 19 (b) Suspension without hearing. -- The department may suspend
- 20 or revoke registration plates of dealers, manufacturers or
- 21 members of the "Miscellaneous Motor Vehicle Business" class
- 22 without providing the opportunity for a hearing in any of the
- 23 following cases:
- 24 (1) If the registrant's license as a dealer or
- 25 manufacturer is suspended or revoked by the State Board of
- 26 <u>Vehicle Manufacturers, Dealers and Salespersons or the board</u>
- 27 determines that the registrant is not entitled to such a
- 28 <u>license</u>.
- 29 (2) If the Pennsylvania State Police certify that the
- dealer, manufacturer or member of the "Miscellaneous Motor

- 1 Vehicle Business" class is no longer in business.
- 2 (3) If any fee payable to the Commonwealth in connection
- 3 with the operation of the business of the registrant has not
- 4 been paid.
- 5 [(b)] (c) Recommended action by State licensing board.--The
- 6 department may also audit and investigate dealers and
- 7 manufacturers registered by the State Board of [Motor] Vehicle
- 8 Manufacturers, Dealers and [Salesmen] <u>Salespersons</u> to determine
- 9 whether any dealer or manufacturer has violated any provision of
- 10 this title pertaining to dealers or manufacturers or any
- 11 regulation promulgated by the department. The department may
- 12 recommend that the State Board of [Motor] Vehicle Manufacturers,
- 13 Dealers and [Salesmen ] <u>Salespersons</u> suspend the license of any
- 14 dealer or manufacturer which it finds has committed a violation
- 15 and the board shall take prompt action on any such
- 16 recommendations under the act of [September 9, 1965 (P.L.499,
- 17 No.254), known as the "Motor Vehicle Manufacturer's, Dealer's
- 18 and Salesmen's License Act."] December 22, 1983 (P.L.306,
- 19 No.84), known as the Board of Vehicles Act.
- 20 § 1377. Judicial review of denial [or suspension], suspension
- 21 <u>or revocation</u> of registration.
- Any person whose registration has been denied [or suspended],
- 23 <u>suspended or revoked</u> by the department <u>and any person whose</u>
- 24 privilege of issuing temporary registration cards or plates or
- 25 other documents on behalf of the department has been denied,
- 26 <u>suspended or revoked</u> shall have the right to appeal to the court
- 27 vested with jurisdiction of such appeals by or pursuant to Title
- 28 42 (relating to judiciary and judicial procedure). The filing of
- 29 the appeal shall act as a supersedeas [and the suspension of
- 30 registration shall not be imposed] until determination of the

- 1 matter [as provided in this section.] by the court vested with
- 2 the jurisdiction of such appeals. Further review by another
- 3 <u>court shall not operate as a supersedeas unless a court of</u>
- 4 competent jurisdiction determines otherwise. The court shall set
- 5 the matter down for hearing upon [30] 60 days written notice to
- 6 the department, and thereupon take testimony and examine into
- 7 the facts of the case and determine whether the [petitioner is
- 8 entitled to registration or subject to suspension of
- 9 registration under the provisions of this title] <u>department</u>
- 10 <u>acted properly under the circumstances</u>.
- 11 Section 2. This act shall take effect in 60 days.