THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 950

Session of 1999

INTRODUCED BY KENNEY, WOGAN, McCALL, LEH, WOJNAROSKI, LAUGHLIN, FICHTER, SAINATO, RAYMOND, BUXTON, B. SMITH, TULLI, SEMMEL, ADOLPH, ORIE, ROBINSON, GANNON, BAKER, TRELLO, ROHRER, SHANER, STABACK, LYNCH, READSHAW, SEYFERT, LaGROTTA, TIGUE, ALLEN, ROONEY, FAIRCHILD, MANDERINO, MELIO, VAN HORNE, JAMES, PIPPY, PESCI, L. I. COHEN, CLARK, GIGLIOTTI, ROSS, HARHAI, DeLUCA, WILLIAMS, HENNESSEY, CIVERA, SERAFINI, HORSEY, RAMOS, COLAFELLA, YOUNGBLOOD, MAHER, WILT AND WASHINGTON, MARCH 22, 1999

AS AMENDED ON THIRD CONSIDERATION, IN SENATE, MARCH 7, 2000

AN ACT

- 1 Requiring disclosure of new motor vehicle damage; and providing
 2 for enforcement.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- 4 hereby enacts as follows:
- 5 Section 1. Short title.
- 6 This act shall be known and may be cited as the New Motor
- 7 Vehicle Damage Disclosure Act.
- 8 Section 2. Definitions.
- 9 The following words and phrases when used in this act shall
- 10 have the meanings given to them in this section unless the
- 11 context clearly indicates otherwise:
- 12 "Damage." Any physical harm sustained or incurred by a new
- 13 motor vehicle, whether repaired or replaced.
- 14 "MOTOR VEHICLE." ANY SELF-PROPELLED, MOTORIZED CONVEYANCE

- 1 DESIGNED TO TRANSPORT NOT MORE THAN 15 PERSONS.
- "New motor vehicle." A motor vehicle, regardless of mileage,
- 3 which has never been registered or titled to an ultimate
- 4 purchaser in this Commonwealth or any other state or
- 5 jurisdiction or which has not been sold or bargained to or
- 6 exchanged with an ultimate purchaser or which has not been given
- 7 away. A transfer between dealers for the purpose of resale shall
- 8 not be considered as a transfer to an ultimate purchaser.
- 9 Section 3. New motor vehicle damage disclosure.
- 10 (a) Notice to purchaser.--The selling A MOTOR vehicle dealer <--

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- 11 shall notify the purchaser of a new MOTOR vehicle in writing at
- 12 the time of sale of any damage or damage repairs incurred by the
- 13 new MOTOR vehicle, regardless of whether the damaged portion was <---
- 14 repaired or replaced to its predamaged condition, which exceeds
- 15 the greater of \$500 or 3% of the manufacturer's suggested retail
- 16 price. Damage exceeding the disclosure amount shall be disclosed
- 17 by the vehicle dealer when:
- 18 (1) the manufacturer or its agent, in accordance with
- 19 the act of December 22, 1983 (P.L.306, No.84), known as the
- 20 Board of Vehicles Act, discloses that, at any time after the
- 21 manufacturing process is complete, damage occurred or damage
- 22 repairs were made;
- 23 (2) the vehicle dealer knows or should know based on
- facts indicating that other damage or damage repair exists in
- addition to the damage or repairs required to be disclosed
- 26 under paragraph (1); or
- 27 (3) the combined total of damage or damage repairs made
- under paragraphs (1) and (2) exceeds the amount specified in
- 29 this section.
- 30 A vehicle THE dealer shall not misrepresent or mislead a

- 1 purchaser if the purchaser inquires about the existence of
- 2 damage or damage repairs made.
- 3 (b) Damage repair cost calculation.--In determining whether
- 4 damage disclosure is required, repair costs shall be calculated
- 5 at the NEW MOTOR vehicle dealer's retail charge on the date the
- 6 repairs were made for:
- 7 (1) Parts.
- 8 (2) Labor multiplied by the time taken to make the
- 9 repairs as established by a time allowance based on the
- 10 standard retail repair practices regularly employed by that
- 11 dealer.
- 12 All parts shall be replaced only with new, original equipment
- 13 manufacturer parts. Replacement of any permanently sealed-glass
- 14 window shall be disclosed to the purchaser regardless of the
- 15 cost of the replacement window. The value of any permanently
- 16 sealed-glass window replacement shall not be included in the
- 17 calculation process to determine whether damage disclosure is
- 18 required under this act. The value of any portion of a motor
- 19 home designed, used or maintained primarily for human habitation
- 20 shall not be included in the calculation process to determine
- 21 whether damage disclosure is required under this act.
- 22 (c) Form for damage disclosure notice. -- If damage disclosure
- 23 to the purchaser is required under this act, the purchaser prior
- 24 to the time of sale shall be provided with a fully completed
- 25 copy of a damage disclosure form which shows the date of the
- 26 disclosure and the name and address of the seller, indicates
- 27 whether any manufacturer's warranty applicable to the vehicle is
- 28 affected by the damage or damage repairs and whether the damage
- 29 or damage repairs are covered by any manufacturer's warranty and
- 30 contains in immediate proximity to the space provided for the

1	signature of the purchaser in boldface type of a minimum size of
2	ten points, a statement in substantially the following form:
3	New Vehicle Damage Disclosure Notice
4	In accordance with the Commonwealth of Pennsylvania's New Motor
5	Vehicle Damage Disclosure Act and in connection with the
6	purchase from (Dealer) of the motor
7	vehicle described
8	as follows:
9	YearMakeType
L O	Serial NoStock No
L1	I/we the undersigned, hereby acknowledge that Dealer
L2	has disclosed to me/us before I/we agreed to purchase
L3	the above listed MOTOR vehicle that the MOTOR <-
L 4	vehicle has been subjected to postmanufacturing
L5	damage as follows:
L6	Damage Description:
L7	
L8	
L9	
20	
21	
22	The above disclosed damage or repaired damage is:
23	() covered () not covered (check one)
24	by the manufacturer's warranty.
25	The above disclosed damage or repaired damage has
26	(check one):
27	() no effect on the manufacturer's warranty
28	() the following effect on the manufacturer's warranty
29	(specify)
2 0	

I/we further acknowledge that the listed damage has 1 been repaired to my/our satisfaction. Date: _____ 3 4 5 Signature of Purchaser Signature of Co-Purchaser 6 7 Printed Name Printed Name 8 Signature of Dealer Representative 10 Section 4. No rescission of sale. 11 If disclosure is not required under this act, a purchaser may not revoke or rescind a sales contract and is not entitled to 12 13 other damages or relief under section 8 due solely to the fact 14 that the NEW MOTOR vehicle was damaged and repaired prior to the <-15 sale. 16 Section 5. Other statutory rights reserved. 17 Nothing in this act shall diminish any other rights or 18 remedies which the purchaser has under the act of March 28, 1984 19 (P.L.150, No.28), known as the Automobile Lemon Law, as amended, 20 reenacted or superseded. If damage is not required to be 21 disclosed under this act, nothing in this act shall diminish any 22 rights or remedies which the purchaser has for that damage under 23 13 Pa.C.S. (relating to commercial code). Section 6. Board of Vehicles Act inapplicable. 24 25 Section 10(b) of the act of December 22, 1983 (P.L.306, 26 No.84), known as the Board of Vehicles Act, shall not apply and 27 is superseded by this act. 28 Section 7. Exemptions. 29 The provisions of this act shall not apply to manufacturers,

distributors or dealers of manufactured housing, or the

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- 1 following:
- 2 (1) Manufacturers, distributors or dealers of
- 3 motorcycles.
- 4 (2) A new motor vehicle, the current ownership document
- for which is a certificate of salvage issued under 75 Pa.C.S.
- 6 (relating to vehicles), or similar document issued by another
- 7 state or jurisdiction if the purchaser is furnished with a
- 8 copy of the certificate of salvage or similar document or is
- 9 otherwise notified of the salvage or reconstructed nature of

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- 10 the MOTOR vehicle pursuant to statute or regulation.
- 11 Section 8. Application of Consumer Protection Law.
- 12 A violation of this act shall constitute a violation under
- 13 the act of December 17, 1968 (P.L.1224, No.387), known as the
- 14 Unfair Trade Practices and Consumer Protection Law, and shall be
- 15 subject to the enforcement provisions and private rights of
- 16 action contained in that act.
- 17 Section 9. Effective date.
- 18 This act shall take effect in 60 days.