## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 871

Session of 2015

INTRODUCED BY SANKEY, DIAMOND, FARINA, GABLER, GRELL, HELM, JAMES, McGINNIS, METZGAR, MURT, NEUMAN, O'NEILL, OBERLANDER, PICKETT, SIMMONS, ZIMMERMAN, CAUSER AND DUSH, APRIL 1, 2015

AS AMENDED ON SECOND CONSIDERATION, IN SENATE, JUNE 30, 2016

## AN ACT

- 1 Amending Title 75 (Vehicles) of the Pennsylvania Consolidated
- Statutes, in certificate of title and security interests,
- further providing for transfer to scrap metal processor.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Section 1163 of Title 75 of the Pennsylvania
- 7 Consolidated Statutes is amended to read:
- 8 § 1163. Transfer to scrap metal processor.
- 9 (a) Flattened vehicles. -- When a vehicle has been flattened,
- 10 crushed or processed to the extent that it is no longer
- 11 identifiable as a vehicle, its certificate of title, certificate
- 12 of salvage or nonrepairable certificate shall be attached to a
- 13 form prescribed by the department and immediately sent to the
- 14 department. The form shall include such information as the
- 15 department shall require. A copy of the form shall be retained
- 16 for record in accordance with section 6308(d) (relating to
- 17 investigation by police officers). The vehicle scrap material

- 1 shall no longer be considered a vehicle and shall not be
- 2 reconstructed, retitled or issued a certificate of any kind.
- 3 (b) Vehicles.--[Any owner who transfers a vehicle to a scrap
- 4 metal processor shall assign the certificate of title,
- 5 certificate of salvage or nonrepairable certificate to the
- 6 processor. The processor shall attach the certificate to the
- 7 proper department form, immediately send it to the department
- 8 and retain a copy in accordance with the provisions of
- 9 subsection (a).] Any owner who transfers a vehicle or a salvage
- 10 vehicle to a scrap metal processor shall assign the certificate
- 11 of title or certificate of salvage to the scrap metal processor.
- 12 Such certificate of title or certificate of salvage is exempt
- 13 <u>from the requirements of notarization and verification by a</u>
- 14 corporate officer.
- (c) Certificate of title. -- Upon transfer of a certificate of
- 16 title to a scrap metal processor, the scrap metal processor
- 17 shall immediately send to the department or an authorized agent
- 18 of the department either of the following:
- 19 <u>(1) The THE assigned certificate of title attached to a </u> <--

<--

<--

- 20 <u>form prescribed by the department indicating that the vehicle</u>
- 21 is to be designated as a nonrepairable vehicle. A copy of the
- form shall be retained for record in accordance with section
- 23 6308(d). The vehicle shall not be rebuilt, retitled or issued
- 24 <u>a certificate of any kind.</u>
- 25 (2) The assigned certificate of title with an
- 26 application for a certificate of salvage upon a form
- 27 <u>prescribed by the department. The certificate of salvage</u>,
- 28 when issued to the scrap metal processor dealer, shall have
- 29 the same effect as provided in section 1161(c) (relating to
- 30 certificate of salvage required).

1	(C.1) TITLE NOT ASSIGNED	<
2	(1) AN INSURANCE COMPANY MAY REQUEST THE DEPARTMENT TO	
3	ISSUE A SALVAGE CERTIFICATE FOR A VEHICLE IF THE INSURANCE	
4	COMPANY IS UNABLE TO OBTAIN THE PROPERLY ENDORSED CERTIFICATE	-
5	OF TITLE OR CERTIFICATE OF SALVAGE WITHIN 30 DAYS FOLLOWING	
6	ORAL, WRITTEN OR ELECTRONIC ACCEPTANCE BY THE VEHICLE OWNER	
7	OF AN OFFER OF AN AMOUNT IN SETTLEMENT OF A TOTAL LOSS:	
8	(I) THE REQUEST MUST BE MADE ON A FORM APPROVED BY	
9	THE DEPARTMENT AND SIGNED UNDER PENALTY OF PERJURY,	
10	ACCOMPANIED BY DOCUMENTATION AS THE DEPARTMENT MAY	
11	REQUIRE.	
12	(II) PRIOR TO REQUEST FOR THE CERTIFICATE OF SALVAGE	-
13	AS PROVIDED FOR UNDER THIS PARAGRAPH:	
14	(A) THE INSURANCE COMPANY MUST MAKE AT LEAST TWO	-
15	WRITTEN ATTEMPTS MAILED OR DELIVERED TO OBTAIN THE	
16	ASSIGNED CERTIFICATE OF TITLE OR CERTIFICATE OF	
17	SALVAGE.	
18	(B) THE INSURANCE COMPANY MUST MAIL OR DELIVER	
19	THE SETTLEMENT PAYMENT.	
20	(2) THE DEPARTMENT SHALL ISSUE A CERTIFICATE OF SALVAGE	
21	FOR THE VEHICLE UPON RECEIPT OF THE PROPERLY EXECUTED	
22	APPLICATION.	
23	(3) THIS SUBSECTION DOES NOT APPLY TO A VEHICLE THAT HAS	-
24	BEEN DRIVEN OR TAKEN WITHOUT THE CONSENT OF THE VEHICLE	
25	OWNER.	
26	(4) THE PROVISIONS OF PARAGRAPH (1) DO NOT APPLY TO A	
27	VEHICLE WHERE THERE WAS NOT ORAL, WRITTEN OR ELECTRONIC	
28	ACCEPTANCE BY THE OWNER OF THE TOTAL LOSS SETTLEMENT.	
29	(d) Vehicles with defective or lost title A person VEHICLE	<
30	OWNER may transfer a salvage vehicle with a faulty, lost or	

- 1 destroyed title located on the person's VEHICLE OWNER'S property <--
- 2 to a scrap metal processor for removal to a suitable place of
- 3 storage or for scrapping, provided that the scrap metal
- 4 processor complies with the requirements of this section. The
- 5 report to the department that the vehicle is a salvage vehicle
- 6 shall be verified by the transferor of the vehicle.
- 7 Section 2. This act shall take effect in 60 days.