THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 619

Session of 1993

INTRODUCED BY KUKOVICH, PETRONE, BATTISTO, DeWEESE, TIGUE, McCALL, BELFANTI, GIGLIOTTI, YANDRISEVITS, PISTELLA, GAMBLE, ARGALL, BARLEY, MELIO, VAN HORNE, TRUE, DALEY, JOSEPHS, TRELLO, STABACK, WOZNIAK, MIHALICH, PLATTS, FREEMAN, D. W. SNYDER, NYCE, CORRIGAN, BUNT AND HARLEY, MARCH 22, 1993

AS AMENDED ON THIRD CONSIDERATION, HOUSE OF REPRESENTATIVES, FEBRUARY 2, 1994

AN ACT

- 1 Amending the act of December 22, 1983 (P.L.306, No.84), entitled
 - "An act providing for the State Board of Vehicle
- 3 Manufacturers, Dealers and Salespersons; and providing
- 4 penalties, providing for warranty and presale information.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. The definition of "vehicle" in section 2 of the
- 8 act of December 22, 1983 (P.L.306, No.84), known as the Board of
- 9 Vehicles Act, is amended to read:
- 10 Section 2. Definitions.
- 11 The following words and phrases when used in this act shall
- 12 have the meanings given to them in this section unless the
- 13 context clearly indicates otherwise:
- 14 * * *

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- 15 "Vehicle." Every device which is or may be moved or drawn
- 16 upon a highway, except devices designed primarily for use in
- 17 construction or agriculture or road maintenance, devices moved

- 1 by human or animal power, those used exclusively upon rails or
- 2 tracks or motorized pedalcycles. The term includes manufactured
- 3 homes.
- 4 * * *
- 5 Section 2. The act is amended by adding a section to read:
- 6 <u>Section 8.1.</u> Warranty and presale information.
- 7 (a) Manufacturer's warranty. -- At the time that an agreement
- 8 of sale is executed for the purchase of a new manufactured home,
- 9 the dealer shall show the prospective purchaser the
- 10 manufacturer's warranty for the home to be purchased and explain
- 11 its contents. The purchaser shall sign a form indicating they
- 12 <u>have reviewed the warranty.</u>
- (b) Extended warranty.--
- 14 (1) The purchaser prior to signing a sales contract
- shall be offered an extended warranty of not less than ten
- 16 FIVE years covering at a minimum major structural defects

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- 17 which shall include actual physical damage to the following
- 18 specified load-bearing segments of the home, caused by a
- 19 <u>failure of such segments which affects their load-bearing</u>
- 20 <u>functions to the degree that the home becomes unsafe or</u>
- 21 unlivable:
- 22 (i) Roof framing members and systems (rafters and
- trusses).
- 24 <u>(ii) Floor systems (joists).</u>
- 25 (iii) Bearing walls and partitions.
- 26 <u>(iv) Columns.</u>
- (v) Lintels.
- 28 <u>(vi) Girders.</u>
- 29 <u>(vii) Load-bearing beams.</u>
- 30 <u>(viii) Foundation systems.</u>

- 1 (2) If the purchaser declines the extended warranty, he
- 2 shall sign a statement to that effect which shall be retained

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- 3 by the dealer FOR FIVE YEARS.
- 4 (c) Estimate of expenses. -- At least 48 hours before an
- 5 agreement of sale is executed for the purchase of a new
- 6 manufactured home, the dealer shall provide the prospective
- 7 purchaser with a written estimate of the reasonably foreseeable
- 8 expenses associated with the sale that the prospective purchaser
- 9 may be expected to pay, including:
- 10 (1) Actual retail sale price of home.
- 11 (2) All finance charges, including principal amount to
- be borrowed, rate of interest, length of loan and total
- principal and interest to be paid back during entire term of
- 14 loan, when the dealer is assisting in arranging financing of
- the home for the prospective purchaser.
- 16 (3) Annual cost of insurance premiums for any insurance
- 17 policies prospective purchasers are told they should carry on
- 18 <u>the home when the dealer is assisting in arranging insurance</u>
- 19 coverage on the home for the prospective purchaser.
- 20 (4) Annual cost of extended warranty coverage should
- 21 <u>prospective purchaser choose to purchase same.</u>
- 22 (d) Approval by community. -- When a prospective purchaser is
- 23 going to place the home in a manufactured housing community in
- 24 Pennsylvania, the prospective purchaser shall have first been
- 25 approved as a resident of the community where the home is to be
- 26 located and in addition shall have in his possession a lease for
- 27 that community signed by the owners of the community and a copy
- 28 of the community's current rules and regulations, fees and
- 29 charges, as well as any proposed changes to same, prior to an
- 30 agreement of sale being executed for the new home.

- (e) Contract null and void. -- Any violation of the provisions 1
- 2 of this section by a dealer shall render null and void any
- 3 contract for the purchase of a new manufactured home previously
- 4 entered into by the affected party.
- 5 Section 3. This act shall take effect in 60 days.