## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 1549 Session of 2015

## INTRODUCED BY DUSH, D. COSTA, DRISCOLL, HELM, KINSEY, LAWRENCE, McNEILL, MILLARD, MURT, THOMAS AND COHEN, SEPTEMBER 29, 2015

REFERRED TO COMMITTEE ON CONSUMER AFFAIRS, SEPTEMBER 29, 2015

## AN ACT

| 1<br>2<br>3<br>4<br>5 | Amending the act of March 28, 1984 (P.L.150, No.28), entitled,<br>as amended, "An act relating to the rights of purchasers and<br>lessees of defective new motor vehicles," further providing<br>for repair obligations and for manufacturer's duty for refund<br>or replacement. |
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| 6                     | The General Assembly of the Commonwealth of Pennsylvania  |
| 7                     | hereby enacts as follows:   |
| 8                     | Section 1. Sections 4 and 5 of the act of March 28, 1984  |
| 9                     | (P.L.150, No.28), known as the Automobile Lemon Law, amended  |
| 10                    | December 13, 2001 (P.L.868, No.94), are amended to read:  |
| 11                    | Section 4. Repair obligations.  |
| 12                    | (a) Repairs required[The] <u>Except as provided under</u>   |
| 13                    | subsection (a.1), the manufacturer of a new motor vehicle sold  |
| 14                    | or leased and registered in the Commonwealth shall repair or  |
| 15                    | correct, at no cost to the purchaser, a nonconformity which   |
| 16                    | substantially impairs the use, value or safety of said motor  |
| 17                    | vehicle which may occur within a period of [one year] two years   |
| 18                    | following the actual delivery of the vehicle to the purchaser,  |
| 19                    | within the first [12,000] 24,000 miles of use or during the term  |

1 of the warranty, whichever may first occur.

2 (a.1) Expiration of warranty.--If a nonconformity which substantially impairs the use, value or safety of a motor 3 vehicle is not properly repaired or corrected by the time the 4 original manufacturer's warranty expires, the manufacturer must 5 repair the nonconformity until the nonconformity is fully\_ 6

7 corrected at no cost to the purchaser.

8 (b) Delivery of vehicle.--It shall be the duty of the purchaser to deliver the nonconforming vehicle to the 9 manufacturer's authorized service and repair facility within the 10 11 Commonwealth, unless, due to reasons of size and weight or 12 method of attachment or method of installation or nature of the 13 nonconformity, such delivery cannot reasonably be accomplished. 14 Should the purchaser be unable to effect return of the 15 nonconforming vehicle, he shall notify the manufacturer or its 16 authorized service and repair facility. Written notice of nonconformity to the manufacturer or its authorized service and 17 repair facility shall constitute return of the vehicle when the 18 19 purchaser is unable to return the vehicle due to the 20 nonconformity. Upon receipt of such notice of nonconformity, the manufacturer shall, at its option, service or repair the vehicle 21 at the location of nonconformity or pick up the vehicle for 22 23 service and repair or arrange for transporting the vehicle to 24 its authorized service and repair facility. All costs of 25 transporting the vehicle when the purchaser is unable to effect 26 return, due to nonconformity, shall be at the manufacturer's 27 expense.

(c) Loaner vehicle. -- A manufacturer, a manufacturer's agent 28 29 or a manufacturer's authorized dealer must, within 24 hours of notification of a nonconformity and while the owner's vehicle is 30 20150HB1549PN2232

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with the manufacturer, the manufacturer's agent or the 1 manufacturer's authorized dealer for repair, lend a motor 2 vehicle to the purchaser at no charge. 3 Section 5. Manufacturer's duty for refund or replacement. 4 5 If the manufacturer fails to repair or correct a nonconformity, notwithstanding whether the original 6 7 manufacturer's warranty has expired, after a reasonable number 8 of attempts, the manufacturer shall, at the option of the purchaser, replace the motor vehicle with a comparable motor 9 10 vehicle of equal value or accept return of the vehicle from the purchaser and refund to the purchaser the full purchase price or 11 12 lease price, including all collateral charges, less a reasonable 13 allowance for the purchaser's use of the vehicle not exceeding 14 10¢ per mile driven or 10% of the purchase price or lease price of the vehicle, whichever is less. Refunds shall be made to the 15 16 purchaser and lienholder, if any, as their interests may appear. A reasonable allowance for use shall be that amount directly 17 attributable to use by the purchaser prior to his first report 18 of the nonconformity to the manufacturer. In the event the 19 consumer elects a refund, payment shall be made within 30 days 20 of such election. A consumer shall not be entitled to a refund 21 or replacement if the nonconformity does not substantially 22 23 impair the use, value or safety of the vehicle or the 24 nonconformity is the result of abuse, neglect or modification or 25 alteration of the motor vehicle by the purchaser. 26 Section 2. This act shall take effect in 60 days.

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