## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2240 Session of 2022

INTRODUCED BY ROWE, BERNSTINE, GLEIM, HERSHEY, KEEFER, LEWIS, MAJOR, MILLARD, MUSTELLO AND SMITH, JANUARY 11, 2022

AS REPORTED FROM COMMITTEE ON TRANSPORTATION, HOUSE OF REPRESENTATIVES, AS AMENDED, JUNE 8, 2022

## AN ACT

- Amending Title 75 (Vehicles) of the Pennsylvania Consolidated
  Statutes, in certificate of title and security interests,
  further providing for certificate of salvage required, for
  transfer to vehicle salvage dealer and for transfer to scrap
  metal processor.

  The General Assembly of the Commonwealth of Pennsylvania
- 8 Section 1. Section 1161(b), 1162(b) and 1163(a) and (c) of
- 9 Title 75 of the Pennsylvania Consolidated Statutes are amended
- 10 to read:
- 11 § 1161. Certificate of salvage required.

hereby enacts as follows:

- 12 \* \* \*
- 13 (b) Application for certificate of salvage. -- An owner who
- 14 transfers a vehicle to be destroyed or dismantled, salvaged or
- 15 recycled shall assign the certificate of title to the person to
- 16 whom the vehicle is transferred. Except as provided in section
- 17 1163, the transferee shall [immediately] within 30 FIVE BUSINESS <--
- 18 <u>days</u> present the assigned certificate of title to the department
- 19 or an authorized agent of the department with an application for

- 1 a certificate of salvage upon a form furnished and prescribed by
- 2 the department. An insurer as defined in section 1702 to which
- 3 title to a vehicle is assigned upon payment to the insured or
- 4 claimant of the replacement value of a vehicle shall be regarded
- 5 as a transferee under this subsection, and an assignment of
- 6 title to an insurer under this subsection is exempt from the
- 7 requirements of notarization and verification in section 1111(a)
- 8 (relating to transfer of ownership of vehicle). If an owner
- 9 retains possession of a vehicle which is damaged to the extent
- 10 that it qualifies for vehicle replacement payment, the owner
- 11 shall apply for a certificate of salvage [immediately] within 30 <--

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- 12 <u>FIVE BUSINESS days</u>. In this case, an insurer shall not pay
- 13 vehicle replacement value until the owner produces evidence to
- 14 the insurer that the certificate of salvage has been issued. A
- 15 self-insurer as defined in section 1702 shall apply for a
- 16 certificate of salvage when a vehicle is damaged to the extent
- 17 that the cost of repairs would exceed the replacement value of
- 18 the vehicle as certified by a licensed motor vehicle physical
- 19 damage appraiser.
- 20 \* \* \*
- 21 § 1162. Transfer to vehicle salvage dealer.
- 22 \* \* \*
- 23 (b) Certificate of title.--Upon transfer of a certificate of
- 24 title to a salvage vehicle dealer, the salvage vehicle dealer
- 25 shall [immediately] within 30 FIVE BUSINESS days send to the
- 26 department or an authorized agent of the department either of
- 27 the following:
- 28 (1) The assigned certificate of title attached to a form
- 29 prescribed by the department indicating that the vehicle is
- 30 to be designated as a nonrepairable vehicle. A copy of the

- 1 form shall be retained for record in accordance with section
- 2 6308(d) (relating to investigation by police officers). The
- 3 vehicle shall not be rebuilt, retitled or issued a
- 4 certificate of any kind.
- 5 (2) The assigned certificate of title with an
- 6 application for a certificate of salvage upon a form
- 7 prescribed by the department. The certificate of salvage,
- 8 when issued to the vehicle salvage dealer, shall have the
- 9 same effect as provided in section 1161(c) (relating to
- 10 certificate of salvage required).
- 11 \* \* \*
- 12 § 1163. Transfer to scrap metal processor.
- 13 (a) Flattened vehicles. -- When a vehicle has been flattened,
- 14 crushed or processed to the extent that it is no longer
- 15 identifiable as a vehicle, its certificate of title, certificate
- 16 of salvage or nonrepairable certificate shall be attached to a
- 17 form prescribed by the department and [immediately] within 30\_ <--

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- 18 <u>FIVE BUSINESS days</u> sent to the department. The form shall
- 19 include such information as the department shall require. A copy
- 20 of the form shall be retained for record in accordance with
- 21 section 6308(d) (relating to investigation by police officers).
- 22 The vehicle scrap material shall no longer be considered a
- 23 vehicle and shall not be reconstructed, retitled or issued a
- 24 certificate of any kind.
- 25 \* \* \*
- 26 (c) Certificate of title.--Upon transfer of a certificate of
- 27 title to a scrap metal processor, the scrap metal processor
- 28 shall [immediately] within 30 FIVE BUSINESS days send to the <--
- 29 department or an authorized agent of the department the assigned
- 30 certificate of title attached to a form prescribed by the

- 1 department indicating that the vehicle is to be designated as a
- 2 nonrepairable vehicle. A copy of the form shall be retained for
- 3 record in accordance with section 6308(d). The vehicle shall not
- 4 be rebuilt, retitled or issued a certificate of any kind.
- 5 \* \* \*
- 6 Section 2. This act shall take effect in 60 days.