## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 719 Session of 2023

INTRODUCED BY MAKO, MARSHALL, HEFFLEY, KAUFFMAN, ZIMMERMAN AND KEEFER, MARCH 27, 2023

REFERRED TO COMMITTEE ON TRANSPORTATION, MARCH 27, 2023

## AN ACT

1 2 3 4 5 6 7 8 9 10 11 12 13 14	Amending Title 75 (Vehicles) of the Pennsylvania Consolidated Statutes, in general provisions, further providing for definitions; in certificate of title and security interests, further providing for refusing issuance of certificate, for transfer to vehicle salvage dealer and for transfer to scrap metal processor and providing for salvor nonrepairable vehicle reconstruction; in inspection of vehicles, further providing for limited liability of inspection station or mechanic and for certificate of appointment for enhanced vehicle safety inspection for reconstructed vehicle, modified or specially constructed inspection stations; in abandoned vehicles and cargos, further providing for reports to department of possession of abandoned vehicles; and imposing penalties.
15	The General Assembly of the Commonwealth of Pennsylvania
16	hereby enacts as follows:
17	Section 1. The definitions of "nonrepairable vehicle" and
18	"reconstructed vehicle" in section 102 of Title 75 of the
19	Pennsylvania Consolidated Statutes are amended to read:
20	§ 102. Definitions.
21	Subject to additional definitions contained in subsequent
22	provisions of this title which are applicable to specific
23	provisions of this title, the following words and phrases when
24	used in this title shall have, unless the context clearly

1 indicates otherwise, the meanings given to them in this section: 2 \* \* \*

3 "Nonrepairable vehicle." An abandoned vehicle under paragraph (1) (iii) of the definitions of "abandoned vehicle" 4 which is incapable of safe operation for use on roadways or 5 highways and which has no resale value except as a source of 6 parts or scrap only, a salvage vehicle issued a nonrepairable or 7 8 nonrebuildable vehicle document by another state or a vehicle which a salvor or vehicle salvage dealer designates as a source 9 10 for parts or scrap or which the owner irreversibly designates as a source for parts or scrap. Such vehicles may not be issued a 11 certificate of title or certificate of salvage[.], except as 12 13 permitted under section 1166.1 (relating to salvor nonrepairable\_ 14 vehicle reconstruction).

15 \* \* \*

16 "Reconstructed vehicle." A vehicle, other than an antique or 17 classic vehicle, for which a certificate of salvage was issued 18 and is thereafter restored to operating condition to meet the 19 vehicle equipment and inspection standards under Part IV 20 (relating to vehicle characteristics). <u>The term shall not</u> 21 <u>include a nonrepairable vehicle reconstructed under section</u>

22 <u>1166.1.</u>

23 \* \* \*

24 Section 2. Sections 1109, 1162(b)(1) and 1163(c) of Title 75 25 are amended to read:

26 § 1109. Refusing issuance of certificate.

The department may refuse issuance of a certificate of title or certificate of salvage when it has reasonable grounds to believe:

30 (1) That any required fee has not been paid.

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(2) That any taxes payable under the laws of this
 Commonwealth on or in connection with, or resulting from, the
 acquisition or use of the vehicle have not been paid.

4 (3) That the applicant is not the owner of the vehicle.
5 (4) That the application contains a false or fraudulent
6 statement.

7 (5) That the applicant has failed to furnish required
8 information or documents or any additional information the
9 department reasonably requires.

10 (6) That the vehicle is a nonrepairable vehicle[.], 11 <u>except as permitted under section 1166.1 (relating to salvor</u> 12 <u>nonrepairable vehicle reconstruction).</u>

13 § 1162. Transfer to vehicle salvage dealer.

14 \* \* \*

(b) Certificate of title.--Upon transfer of a certificate of title to a salvage vehicle dealer, the salvage vehicle dealer shall immediately send to the department or an authorized agent of the department either of the following:

19 The assigned certificate of title attached to a form (1)20 prescribed by the department indicating that the vehicle is 21 to be designated as a nonrepairable vehicle. A copy of the 22 form shall be retained for record in accordance with section 23 6308(d) (relating to investigation by police officers). The 24 vehicle shall not be rebuilt, retitled or issued a certificate of any kind[.], except as permitted under section 25 1166.1 (relating to salvor nonrepairable vehicle 26 27 reconstruction). \* \* \* 28 29 § 1163. Transfer to scrap metal processor. \* \* \* 30

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1 (c) Certificate of title.--Upon transfer of a certificate of 2 title to a scrap metal processor, the scrap metal processor 3 shall immediately send to the department or an authorized agent of the department the assigned certificate of title attached to 4 a form prescribed by the department indicating that the vehicle 5 is to be designated as a nonrepairable vehicle. A copy of the 6 7 form shall be retained for record in accordance with section 8 6308(d). The vehicle shall not be rebuilt, retitled or issued a certificate of any kind[.], except as permitted under section 9 10 1166.1 (relating to salvor nonrepairable vehicle reconstruction). 11 \* \* \* 12 13 Section 3. Title 75 is amended by adding a section to read: 14 § 1166.1. Salvor nonrepairable vehicle reconstruction. 15 (a) Reconstruction. -- A salvor may restore to operating 16 condition a nonrepairable vehicle subject to the provisions of this section. 17 18 (b) Enhanced inspection. -- Prior to the issuance of a 19 certificate of title by the department under subsection (c), a nonrepairable vehicle must pass an enhanced vehicle safety 20 inspection as specified in departmental contracts, policy 21 quidelines or regulations as deemed appropriate by the 22 23 department. 24 (c) Application for a reconstructed nonrepairable vehicle 25 certificate of title and registration. -- A reconstructed nonrepairable vehicle title and registration may be issued to a 26 salvor if the salvor presents to the department an application 27 for a certificate of title for a reconstructed nonrepairable 28 29 vehicle upon a form furnished and prescribed by the department and any other information the department deems appropriate, 30

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1	including information that the reconstructed nonrepairable
2	vehicle has successfully passed the enhanced inspection required
3	under subsection (b).
4	(d) Nonrepairable vehicles from other states
5	(1) For an application submitted under subsection (c)
6	for a nonrepairable vehicle that has nonrepairable or
7	nonrebuildable vehicle document issued by another state or a
8	vehicle for which a salvor or vehicle salvage dealer from
9	another state designates as a source for parts or scrap, the
10	department may issue a certificate of title for the
11	reconstructed nonrepairable vehicle branded as an out-of-
12	<u>State nonrepairable vehicle.</u>
13	(2) A salvor may not sell or otherwise transfer
14	ownership of a reconstructed nonrepairable vehicle issued a
15	certificate of title under paragraph (1) to a person who is
16	not a resident of this Commonwealth or otherwise not
17	permitted to register a vehicle within this Commonwealth
18	<u>unless:</u>
19	(i) the certificate of title under paragraph (1) is
20	returned to the department; and
21	(ii) the vehicle is sold or ownership is transferred
22	according to the title, documentation or designation from
23	another state previous to receiving the certificate of
24	<u>title under paragraph (1).</u>
25	(3) The department shall conspicuously print on a
26	certificate of title issued under paragraph (1) a statement
27	containing the prohibition under paragraph (2).
28	<u>(e) Penalties</u>
29	(1) A person who violates the provisions of this section
30	commits a summary offense and shall, upon conviction, be

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sentenced to pay a fine of \$500 for each violation. 2 (2) The department may suspend or revoke the salvor certificate of a salvor who violates subsection (d)(2). 3 Section 4. Sections 4702.1(a), 4723.1 and 7304 of Title 75 4 are amended to read: 5

1

§ 4702.1. Limited liability of inspection station or mechanic. 6 7 (a) General rule. -- An inspection conducted pursuant to 8 section 4702(a) (relating to annual inspection), 1166.1 (relating to salvor nonrepairable vehicle reconstruction) or 9 10 1165.1 (relating to inspection of reconstructed, modified and specially constructed vehicles) shall not be construed as a 11 12 guaranty of the safety of any vehicle and neither the official 13 inspection station issuing the certificate of inspection nor the 14 official inspection mechanic performing the inspection shall be 15 liable to the owner or occupants of any inspected vehicle for 16 any damages caused by the failure or malfunction of that vehicle 17 or to the owner or occupants of any vehicle involved in an 18 accident with that inspected vehicle or to any pedestrian 19 injured in the accident unless it can be shown by a 20 preponderance of the evidence that the failure was caused by the 21 negligence of the inspection station or mechanic. An official 22 inspection mechanic in the course of his duties relating to the 23 road test portion of an official vehicle safety inspection shall 24 not be cited by law enforcement personnel for any violation 25 relating to vehicle equipment. This provision does not preclude 26 an official inspection mechanic from being cited by law 27 enforcement personnel for moving violations committed during the 28 road test portion of an official vehicle safety inspection. \* \* \* 29

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1 safety inspection for reconstructed vehicle, modified 2 or specially constructed inspection stations. 3 The department shall issue a certificate of appointment for enhanced vehicle safety inspection for reconstructed vehicle, 4 modified or specially constructed inspection stations[.] or for\_ 5 inspection stations performing enhanced safety inspections in 6 accordance with section 1166.1 (relating to salvor nonrepairable 7 8 vehicle reconstruction).

9 § 7304. Reports to department of possession of abandoned
vehicles.

11 Any salvor taking possession of an abandoned vehicle pursuant 12 to section 7303.1 (relating to duty of police and salvors) shall 13 within 48 hours after taking possession send an abandoned 14 vehicle information report to the department. If the report indicates the vehicle is a salvage vehicle, the salvor shall 15 16 include a photograph of the vehicle to be prepared in a manner prescribed by the department. Any nonrepairable vehicle which 17 18 does not display an identifiable registration plate, current 19 certificate of inspection and ascertainable vehicle 20 identification number shall be taken into possession and flattened or crushed immediately[.], unless the salvor intends 21 22 to reconstruct the nonrepairable vehicle in accordance with 23 section 1166.1 (relating to salvor nonrepairable vehicle 24 reconstruction). There is no requirement to notify the department[.] unless the salvor intends to reconstruct the 25 26 nonrepairable vehicle in accordance with section 1166.1. The 27 department shall require, upon a form furnished and prescribed\_ by the department, a salvor to notify the department of the 28 salvor's intent to reconstruct a nonrepairable vehicle in 29 accordance with section 1166.1. 30

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1 Section 5. This act shall take effect in 60 days.