## Damage Disclosure to Purchasers of New Motor Vehicles Title 47 Chapter 74 Section 1112.1

- A. Every dealer shall disclose in writing to the purchaser of a new or previously unregistered motor vehicle, prior to entering into a contract for the vehicle or, if unknown at that time, prior to delivery of the vehicle, the following information:
  - 1. Any material damage known by the dealer to have been sustained by the vehicle and subsequently repaired; and
  - 2. Any damage, including but not limited to material damage or flood damage, known by the dealer to have been sustained by the vehicle and not repaired.
- B. For purposes of this section, "material damage" means damage sustained by a motor vehicle as follows:
  - 1. The damage required repairs having a value, including parts and labor calculated at the repairer's cost, exceeding three percent (3%) of the manufacturer's suggested retail price of the vehicle or Five Hundred Dollars (\$500.00), whichever is greater. The replacement of damaged or stolen components, excluding the cost of repainting or refinishing those components, if replaced by the installation of new original manufacturer's equipment, parts, or accessories that are bolted or otherwise attached as a unit to the vehicle, including but not limited to, the hood, bumpers, fenders, mechanical parts, instrument panels, moldings, glass, tires, wheels, and electronic instruments, shall be excluded from damage calculation, except that any damage having a cumulative repair or replacement value which exceeds ten percent (10%) of the manufacturer's suggested retail price of the vehicle shall be deemed material damage;
  - 2. The damage was to the frame or drive train of the motor vehicle;
  - 3. The damage occurred in connection with a theft of the entire vehicle; or
  - 4. The damage was to the suspension of the vehicle requiring repairs other than wheel balancing or alignment.