## **SENATE . . . . . . . . . . . . . . . No. 02189**

Senate, March 26, 2012 – New draft of Senate, Nos. 82, 402 and 464 and House Nos. 2045, 2046, 2047, 2077 and 2768 reported from the committee on Financial Service.

## The Commonwealth of Massachusetts

In the Year Two Thousand Twelve

An Act relative to motor vehicle glass repair shop registration.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

1 SECTION 1. Chapter 100A of the General Laws is hereby amended by striking out

2 section 1, as appearing in the 2008 Official Edition, and inserting in place thereof the following

- Section 1. As used in this chapter the following words shall, unless the context clearly
  requires otherwise, have the following meanings:-
- 6 "Deputy director", the deputy director of standards in the office of consumer affairs and7 business regulation.
- 8 "Registered motor vehicle repair shop", a motor vehicle repair shop which has a current
  9 valid certificate of registration for motor vehicle repair issued hereunder.
- 10 "Registered motor vehicle glass repair shop", a motor vehicle glass repair shop which has11 a current valid certificate of registration for motor vehicle glass repair issued hereunder.

<sup>3</sup> section:-

12	"Motor vehicle repair", the business or act of repairing damaged motor vehicles in the
13	commonwealth for compensation, excluding motor vehicle glass repair.
14	"Motor vehicle glass repair", the business or act of repairing or replacing damaged or
15	undamaged glass in motor vehicles in the commonwealth for compensation.
16	"Motor vehicle repair shop", a person or entity which, for compensation, or with the
17	intention or expectation of receiving the same, repairs or undertakes to repair in the
18	commonwealth a damaged motor vehicle as defined in section 34A of chapter 90, excluding
19	motor vehicle glass repair.
20	"Motor vehicle glass repair shop", a person or entity which, for compensation, or with the
21	intention or expectation of receiving the same, repairs or replaces or undertakes to repair or
22	replace motor vehicle glass in the commonwealth.
23	"Person", an individual, association, partnership or corporation, and the officers, directors
24	and employees of a corporation.
25	"Unregistered motor vehicle repair shop", a motor vehicle repair shop that does not have
26	a current valid certificate of registration issued hereunder, which has had its registration revoked
27	or suspended or which has surrendered its certificate of registration hereunder.
28	"Unregistered motor vehicle glass repair shop", a motor vehicle glass repair shop that
29	does not have a current valid certificate of registration issued hereunder, which has had its
30	registration revoked or suspended or which has surrendered its certificate of registration
31	hereunder.

32 SECTION 2. Section 2 of said chapter 100A, as so appearing, is hereby amended by
33 inserting after the words "motor vehicle repair", in line 1, the following words:- or motor vehicle
34 glass repair.

35 SECTION 3. Said section 2 of said chapter 100A, as so appearing, is hereby further 36 amended by inserting after the words "motor vehicle repair shop", in lines 2 and 3, in each 37 instance, the following words:- or motor vehicle glass repair shop.

38 SECTION 4. Said section 2 of said chapter 100A, as so appearing, is hereby further 39 amended by inserting after the words "registered motor vehicle repair shop", in lines 14 and 15, 40 21, 23 and 24, 30 and 31 and 33, in each instance, the following words:- or registered motor 41 vehicle glass repair shop.

42 SECTION 5. Section 3 of said chapter 100A, as so appearing, is hereby amended by 43 inserting after the words "motor vehicle repair", in line 14, the following words:- or motor 44 vehicle glass repair.

45 SECTION 6. Said section 3 of said chapter 100A, as so appearing, is hereby further 46 amended by inserting after the words "registered motor vehicle repair shop", in lines 17, 19 and 47 20 and 22 and 23, in each instance, the following words:- or registered motor vehicle glass repair 48 shop.

49 SECTION 7. Section 4 of said chapter 100A, as so appearing, is hereby amended by
50 inserting after the words "registered motor vehicle repair shop", in lines 6 and 7, the following
51 words:- or registered motor vehicle glass repair shop.

52 SECTION 8. Section 6 of said chapter 100A, as so appearing, is hereby amended by 53 inserting after the words "motor vehicle repair shops", in line 4, the following words:- and motor 54 vehicle glass repair shops.

55 SECTION 9. Section 7 of said chapter 100A, as so appearing, is hereby amended by 56 inserting after the words "registered motor vehicle repair shop", in line 1, the following words:-57 and registered motor vehicle glass repair shop.

58 SECTION 10. Said section 7 of said chapter 100A, as so appearing, is hereby further 59 amended by inserting after the words "unregistered motor vehicle repair shop", in line 3, the 60 following words: or unregistered motor vehicle glass repair shop.

61 SECTION 11. Said section 7 of said chapter 100A, as so appearing, is hereby further 62 amended by inserting after the words "registered motor vehicle repair shop", in line 6, the 63 following words:- or a registered motor vehicle glass repair shop.

64 SECTION 12. Section 8 of said chapter 100A, as so appearing, is hereby amended by 65 inserting after the words "registered motor vehicle repair shop", in line 1, the following words:-66 or registered motor vehicle glass repair shop.

67 SECTION 13. Said section 8 of said chapter 100A, as so appearing, is hereby further 68 amended by inserting after the words "motor vehicle repair", in line 2, the following words:- or 69 motor vehicle glass repair.

SECTION 14. Section 9 of said chapter 100A, as so appearing, is hereby amended by
inserting after the words "registered motor vehicle repair shop", in line 1, the following words:and registered motor vehicle glass repair shop.

73 SECTION 15. Said section 9 said chapter 100A, as so appearing, is hereby further
 74 amended by adding following subsection:-

(d) A registered motor vehicle glass repair shop shall maintain records for each motor vehicle upon which motor vehicle glass repair services have been performed, showing the usage of all glass parts, major accessory parts including moldings and major hardware component parts and the adhesive system used in the motor vehicle glass repair. Such adhesive system record shall include the brand, product number or name and lot and batch numbers for the product used, and shall be maintained for 18 months or as long as a warranty on the motor vehicle glass repair service performed is in effect, whichever is longer.

82 SECTION 16. Said chapter 100A is hereby further amended by adding the following 4
83 sections:-

84 Section 11. A person applying for registration or renewal as a registered motor vehicle 85 glass repair shop in the commonwealth shall meet the following requirements:

86 (a) A registered motor vehicle glass repair shop shall maintain a physical place of
87 business within the commonwealth at which it has indoor facilities to perform motor vehicle
88 glass repair services or from which it would lawfully dispatch mobile service vans.

(b) A registered motor vehicle glass repair shop mobile service van shall be a commercialvehicle properly registered and insured in the commonwealth.

91 (c) A registered motor vehicle glass repair shop shall possess and maintain in working
92 order the equipment necessary to provide motor vehicle windshield glass stone chip repair.

93 (d) A registered motor vehicle glass repair shop that provides motor vehicle replacement
94 services shall possess and maintain the equipment necessary to perform motor vehicle glass
95 replacement services.

96 (e) A motor vehicle glass repair shop shall obtain all local, state and federal licenses and 97 permits including a state sales tax identification number and a federal tax identification number.

98 (f) A registered motor vehicle glass repair shop shall not subcontract or sublet motor
99 vehicle glass repair services to another person or entity not in their employ, unless such person or
100 entity is also a duly registered motor vehicle glass repair shop.

101 Section 12. (a) Upon request, a registered motor vehicle glass repair shop shall disclose to 102 the consumer all information relating to the charges for repair or replacement services, including 103 the amount of the charges, the identification and line item charges for the parts provided and 104 verification of parts used, regardless of whether the amount is paid by the consumer or billed to 105 their insurance company.

(b) A motor vehicle glass repair shop shall advise the consumer of post-repair practicesthat may be necessary to insure safe operation of the vehicle.

Section 13. The division of standards shall have the right to inspect the premises of an applicant or registered motor vehicle glass repair shop, for the purpose of ascertaining compliance with the requirements of this chapter. Failure to comply with any of the requirements will result in rejection of the application, or, if already registered, the forfeiture of motor vehicle glass shop registration until such time as the division re-inspects the facility and determines the shop is in compliance. 114 Section 14. Any motor vehicle glass repair to be performed in the commonwealth must 115 be performed by a registered motor vehicle glass repair shop. A person, including an insurer, 116 insurance agent, third-party administrator or a motor vehicle service establishment or other party 117 receiving a report of or inquiry regarding motor vehicle glass damage, or a request for motor 118 vehicle glass repair services shall state that such motor vehicle glass repair shall be performed by 119 a registered motor vehicle glass repair shop.

SECTION 17. Chapter 175 of the General Laws is hereby amended inserting after section
113W the following section:-

122 Section 113X. This section shall apply to any motor vehicle glass repair which is to be 123 performed in the commonwealth and which is covered in whole or in part by motor vehicle 124 liability insurance.

(a) An insurer, insurance agent, producer, adjuster or third party administrator for suchinsurer shall not:

127 (i) require a person to use a particular registered motor vehicle glass repair shop128 for such motor vehicle glass repair;

(ii) use or employ unfair or deceptive acts or practices for the purpose of inducing
a person to use a particular registered motor vehicle glass repair shop to provide motor vehicle
glass repair services. Such unfair or deceptive acts shall include, but are not limited to, engaging
in an act or practice designed to intimidate, threaten or coerce a person to use, or for having used,
a particular registered motor vehicle glass repair shop; or

(iii) negotiate with a motor vehicle glass repair shop to provide motor vehicle
glass repair if such repair shop is not a duly registered and licensed repair shop in the
commonwealth.

(b) When an insured selects a registered motor vehicle glass repair shop to provide motor
vehicle glass repair services, an appraiser or employee of an independent appraisal company,
insurance company, its employees or representatives or third party biller shall be prohibited from
requiring that such motor vehicle glass repair be made at a different registered motor vehicle
glass repair shop.

(c) Once a registered motor vehicle glass repair shop has been selected to provide motor vehicle glass repair services, an insurer or third party biller shall not assign or dispatch the repair work or forward a related policy or policyholder's contact or repair scheduling information to a different registered motor vehicle glass repair shop without the knowledge and consent of the insured.

(d) An insured may at any point in time elect to change their choice of registered motorvehicle glass repair shop.

(e) An insurer may, either directly or through its agents, producers, adjusters or third
party administrator, provide directly or through other means, including electronic transmissions,
information to assist in selecting a motor vehicle glass repair shop or scheduling such motor
vehicle glass repair shop to perform motor vehicle glass repair.

(f) An insurance company, agent, producer, third party biller or adjuster for such
insurance company violating this section shall be punishable by a fine of not less than \$1,000 nor
more than \$5,000 for each violation. The fine shall be collected by the division of insurance and

156 deposited in a retained revenue account to be used by the division to carry out the enforcement of157 this section.

158 SECTION 18. Section 3 of chapter 176D of the General Laws, as so appearing, is hereby 159 amended by striking out subsection (12) and inserting in place thereof the following subsection:-

160 (12) Any violation of sections 2B, 95, 113X, 181 to 183, inclusive, 187B to 187D,
161 inclusive, 189, 193E or 193K of chapter 175.

162 SECTION 19. Notwithstanding any general or special law to the contrary, a registered 163 motor vehicle repair shop, as defined in section 1 of chapter 100A of the General Laws, 164 performing motor vehicle glass repair on the effective date of this act shall not be required to 165 register as a motor vehicle glass repair shop until its current registration has expired.

SECTION 20. Notwithstanding any general or special law to the contrary, a registered motor vehicle repair shop, as defined in section 1 of chapter 100A of the General Laws, performing motor vehicle glass repair on the effective date of this act shall not be required to register with the division of standards as both a registered motor vehicle repair shop and a registered motor vehicle glass repair shop.

SECTION 21. The commissioner of the division of insurance shall promulgate rules and
regulations for the administration and enforcement of section 113X of chapter 175 of the General
Laws. The regulations shall be promulgated within 180 days after the effective date of this act.