

By: Walle

H.B. No. 3940

A BILL TO BE ENTITLED

AN ACT

relating to the sale of a motor vehicle with an open product recall.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter H, Chapter 2301, Occupations Code, is amended by adding Section 2301.364 to read as follows:

Sec. 2301.364. PROHIBITION: SALE OF VEHICLE WITH OPEN PRODUCT RECALL. (a) For purposes of this section, a motor vehicle has an open product recall if the vehicle is subject to a manufacturer's product recall and the vehicle has not been repaired according to the terms of the recall.

(b) A dealer may not sell or offer to sell a motor vehicle, including a used motor vehicle, with an open product recall.

SECTION 2. This Act takes effect September 1, 2017.