

SENATE NO. 218

AN ACT PROTECTING USED CAR BUYERS

*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. Section 7A of chapter 90 of the General Laws, as appearing in the 2004
2 Official Edition, is hereby amended by inserting after the word “determine”, in line 25, the
3 following words:- evidence of flood damage and.

4 SECTION 2. Chapter 255B of the General Laws is hereby amended by inserting after
5 section 23 the following section:-

6 Section 23A. A seller of new or used motor vehicles who is licensed under section 58 of
7 chapter 140 that offers, acquires or provides to a consumer a retail installment contract for the of
8 purchase of a motor vehicle shall either: (i) disclose to the consumer in writing on the retail
9 installment contract what percentage the seller is receiving from the amount loaned to the
10 consumer; or (ii) not charge a fee of more than 2.75 per cent of the amount loaned to the
11 consumer in the retail installment contract.