First Regular Session Seventy-third General Assembly STATE OF COLORADO

REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 21-0424.01 Yelana Love x2295

HOUSE BILL 21-1193

HOUSE SPONSORSHIP

Gray, Bernett, Bird, Duran, Exum, Ricks

SENATE SPONSORSHIP

Priola,

House Committees

Business Affairs & Labor

Senate Committees

Business, Labor, & Technology

A BILL FOR AN ACT

101 CONCERNING CONSUMER PROTECTION FOR ACTS RELATED TO A
102 SUPPLEMENTAL RESTRAINT SYSTEM.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill makes it a deceptive trade practice for a person to knowingly or intentionally manufacture, import, distribute, sell, offer for sale, install, or reinstall a device intended to replace a supplemental restraint system component if the device is:

- A counterfeit supplemental restraint system component;
- A nonfunctional airbag; or

SENATE nd Reading Unamended April 22, 2021

> HOUSE ord Reading Unamended March 29, 2021

HOUSE 2nd Reading Unamended March 26, 2021

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

• Any object in lieu of a supplemental restraint system component that was not designed in accordance with federal safety regulations for the make, model, and year of the vehicle in which it is or will be installed.

The bill also prohibits a motor vehicle repair facility or any employee or contract laborer of the facility from installing or reinstalling any device that causes the motor vehicle's diagnostic systems to fail to warn that the motor vehicle is equipped with a counterfeit supplemental restraint system component, the motor vehicle is equipped with a nonfunctional airbag, or no airbag is installed.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 6-1-710, amend (1);
3	and add (3) as follows:
4	6-1-710. Trafficking of false airbag - deceptive trade practices
5	- criminal liability - definitions. (1) A person engages in a deceptive
6	trade practice when such the person knowingly or intentionally
7	MANUFACTURES, IMPORTS, DISTRIBUTES, SELLS, OFFERS FOR SALE, installs,
8	or reinstalls as part of a vehicle inflatable restraint system, A DEVICE
9	INTENDED TO REPLACE A SUPPLEMENTAL RESTRAINT SYSTEM COMPONENT
10	IF THE DEVICE IS:
11	(a) A COUNTERFEIT SUPPLEMENTAL RESTRAINT SYSTEM
12	COMPONENT;
13	(b) A NONFUNCTIONAL AIRBAG; OR
14	(c) Any object in lieu of an air bag A SUPPLEMENTAL RESTRAINT
15	SYSTEM COMPONENT that was NOT designed in accordance with federal
16	safety regulations for the make, model, and year of the MOTOR vehicle IN
17	WHICH IT IS OR WILL BE INSTALLED.
18	(3) As used in this section:
19	(a) "AIRBAG" MEANS A MOTOR VEHICLE INFLATABLE OCCUPANT
20	RESTRAINT SYSTEM DEVICE THAT IS PART OF A SUPPLEMENTAL RESTRAINT

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1	SYSTEM.
2	(b) "Counterfeit supplemental restraint system
3	COMPONENT" MEANS A REPLACEMENT SUPPLEMENTAL RESTRAINT SYSTEM
4	COMPONENT THAT DISPLAYS A MARK IDENTICAL OR SUBSTANTIALLY
5	SIMILAR TO THE GENUINE MARK OF A MOTOR VEHICLE MANUFACTURER OR
6	A SUPPLIER OF PARTS TO THE MANUFACTURER OF A MOTOR VEHICLE
7	WITHOUT AUTHORIZATION FROM THAT MANUFACTURER OR SUPPLIER.
8	(c) "Nonfunctional airbag" means a replacement airbag
9	THAT:
10	(I) WAS PREVIOUSLY DEPLOYED OR DAMAGED;
11	(II) HAS AN ELECTRIC FAULT THAT IS DETECTED BY THE MOTOR
12	VEHICLE'S DIAGNOSTIC SYSTEMS WHEN THE INSTALLATION PROCEDURE IS
13	COMPLETED AND THE MOTOR VEHICLE IS RETURNED TO THE CUSTOMER
14	WHO REQUESTED THE WORK TO BE PERFORMED OR WHEN OWNERSHIP IS
15	INTENDED TO BE TRANSFERRED;
16	(III) INCLUDES A PART OR OBJECT, INCLUDING A SUPPLEMENTAL
17	RESTRAINT SYSTEM COMPONENT, INSTALLED IN A MOTOR VEHICLE TO
18	MISLEAD THE OWNER OR OPERATOR OF THE MOTOR VEHICLE INTO
19	BELIEVING THAT A FUNCTIONAL AIRBAG HAS BEEN INSTALLED; OR
20	$(IV)\ Is\ prohibited\ from\ being\ sold\ or\ leased\ in\ accordance$
21	WITH 49 U.S.C. SEC. 30120 (j).
22	(d) "SUPPLEMENTAL RESTRAINT SYSTEM" MEANS A PASSIVE
23	INFLATABLE MOTOR VEHICLE OCCUPANT CRASH PROTECTION SYSTEM
24	DESIGNED FOR USE IN CONJUNCTION WITH ACTIVE RESTRAINT SYSTEMS AS
25	DESCRIBED IN 49 CFR 571.208. A SUPPLEMENTAL RESTRAINT SYSTEM
26	INCLUDES:
27	(I) EACH AIRBAG INSTALLED IN ACCORDANCE WITH THE MOTOR

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1	VEHICLE MANUFACTURER'S DESIGN; AND
2	(II) ALL COMPONENTS REQUIRED TO ENSURE THAT AN AIRBAG
3	OPERATES AS DESIGNED IN THE EVENT OF A CRASH AND IN ACCORDANCE
4	WITH THE FEDERAL MOTOR VEHICLE SAFETY STANDARDS FOR THE SPECIFIC
5	MAKE, MODEL, AND YEAR OF THE MOTOR VEHICLE.
6	SECTION 2. In Colorado Revised Statutes, 42-9-111, amend (1)
7	introductory portion and (1)(j); and add (2) as follows:
8	42-9-111. Prohibited acts - definitions. (1) No A motor vehicle
9	repair facility or any employee or contract laborer of such THE facility
10	shall NOT:
11	(j) (I) Install or reinstall, as part of a vehicle inflatable restraint
12	system, any object in lieu of an air bag that was designed in accordance
13	with federal safety regulations for the make, model, and year of the
14	vehicle DEVICE THAT CAUSES THE MOTOR VEHICLE'S DIAGNOSTIC SYSTEMS
15	TO FAIL TO WARN THAT:
16	(A) THE MOTOR VEHICLE IS EQUIPPED WITH A COUNTERFEIT
17	SUPPLEMENTAL RESTRAINT SYSTEM COMPONENT;
18	(B) THE MOTOR VEHICLE IS EQUIPPED WITH A NONFUNCTIONAL
19	AIRBAG; OR
20	(C) NO AIRBAG IS INSTALLED.
21	(II) For purposes of subsection $(1)(j)(I)$ of this section, an
22	INSTALLATION OR REINSTALLATION DOES NOT OCCUR UNTIL THE WORK IS
23	COMPLETED AND THE MOTOR VEHICLE IS RETURNED TO THE CUSTOMER, OR
24	TITLE IS TRANSFERRED.
25	(2) As used in this section:
26	(a) "AIRBAG" MEANS A MOTOR VEHICLE INFLATABLE OCCUPANT
27	RESTRAINT SYSTEM DEVICE THAT IS PART OF A SUPPLEMENTAL RESTRAINT

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1	SYSTEM.
2	(b) "Counterfeit supplemental restraint system
3	COMPONENT" MEANS A REPLACEMENT SUPPLEMENTAL RESTRAINT SYSTEM
4	COMPONENT THAT DISPLAYS A MARK IDENTICAL OR SUBSTANTIALLY
5	SIMILAR TO THE GENUINE MARK OF A MOTOR VEHICLE MANUFACTURER OR
6	A SUPPLIER OF PARTS TO THE MANUFACTURER OF A MOTOR VEHICLE
7	WITHOUT AUTHORIZATION FROM THAT MANUFACTURER OR SUPPLIER.
8	(c) "Nonfunctional airbag" means a replacement airbag
9	THAT:
10	(I) WAS PREVIOUSLY DEPLOYED OR DAMAGED;
11	(II) HAS AN ELECTRIC FAULT THAT IS DETECTED BY THE MOTOR
12	VEHICLE'S DIAGNOSTIC SYSTEMS WHEN THE INSTALLATION PROCEDURE IS
13	COMPLETED AND THE MOTOR VEHICLE IS RETURNED TO THE CUSTOMER
14	WHO REQUESTED THE WORK TO BE PERFORMED OR WHEN OWNERSHIP IS
15	INTENDED TO BE TRANSFERRED;
16	(III) INCLUDES A PART OR OBJECT, INCLUDING A SUPPLEMENTAL
17	RESTRAINT SYSTEM COMPONENT, INSTALLED IN A MOTOR VEHICLE TO
18	MISLEAD THE OWNER OR OPERATOR OF THE MOTOR VEHICLE INTO
19	BELIEVING THAT A FUNCTIONAL AIRBAG HAS BEEN INSTALLED; OR
20	(IV) Is prohibited from being sold or leased in accordance
21	WITH 49 U.S.C. SEC. 30120 (j).
22	(d) "SUPPLEMENTAL RESTRAINT SYSTEM" MEANS A PASSIVE
23	INFLATABLE MOTOR VEHICLE OCCUPANT CRASH PROTECTION SYSTEM
24	DESIGNED FOR USE IN CONJUNCTION WITH ACTIVE RESTRAINT SYSTEMS AS
25	DESCRIBED IN 49 CFR 571.208. A SUPPLEMENTAL RESTRAINT SYSTEM
26	INCLUDES:
27	(I) EACH AIRBAG INSTALLED IN ACCORDANCE WITH THE MOTOR

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1	VEHICLE MANUFACTURER'S DESIGN; AND
2	(II) ALL COMPONENTS REQUIRED TO ENSURE THAT AN AIRBAG
3	OPERATES AS DESIGNED IN THE EVENT OF A CRASH AND IN ACCORDANCE
4	WITH THE FEDERAL MOTOR VEHICLE SAFETY STANDARDS FOR THE SPECIFIC
5	MAKE, MODEL, AND YEAR OF THE MOTOR VEHICLE.
6	SECTION 3. Act subject to petition - effective date -
7	applicability. (1) This act takes effect at 12:01 a.m. on the day following
8	the expiration of the ninety-day period after final adjournment of the
9	general assembly; except that, if a referendum petition is filed pursuant
10	to section 1 (3) of article V of the state constitution against this act or an
11	item, section, or part of this act within such period, then the act, item,
12	section, or part will not take effect unless approved by the people at the
13	general election to be held in November 2022 and, in such case, will take
14	effect on the date of the official declaration of the vote thereon by the
15	governor.
16	(2) This act applies to offenses committed on or after the
17	applicable effective date of this act.

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