

General Assembly

Raised Bill No. 121

February Session, 2022

LCO No. 1275



Referred to Committee on GENERAL LAW

Introduced by: (GL)

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AN ACT CONCERNING THE FAIR RIGHT TO REPAIR ACT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (Effective October 1, 2022) (a) This section shall be
- 2 known, and may be cited, as the "Fair Right to Repair Act".
- 3 (b) For the purposes of this section:
 - (1) "Authorized repair provider" means (A) with respect to any original equipment manufacturer, any person who is unaffiliated with such original equipment manufacturer and enters into an arrangement with such original equipment manufacturer under which (i) such original equipment manufacturer grants to such person a license to use a service mark, trade name or other proprietary identifier for the purpose of offering to diagnose, maintain or repair digital electronic equipment under such original equipment manufacturer's name, or (ii) such person offers to diagnose, maintain or repair digital electronic equipment on behalf of such original equipment manufacturer, and (B) with respect to any digital electronic equipment, any original equipment manufacturer that (i) manufactures, has manufactured on such original

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equipment manufacturer's behalf, sells or supplies such digital electronic equipment and offers to diagnose, maintain or repair such digital electronic equipment, and (ii) does not enter into an arrangement with any unaffiliated person as described in subparagraph (A) of this subdivision for the purpose of diagnosing, maintaining or repairing such digital electronic equipment.

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- (2) "Digital electronic equipment" means any product that, in whole or in part, requires digital electronics that are embedded in, or attached to, such product in order for such product to fully function.
- (3) "Documentation" means any diagram, manual, password, reporting output, schematic, security code, service code description or other information that is used to diagnose, maintain or repair digital electronic equipment and any update to such diagram, manual, password, reporting output, schematic, security code, service code description or other information.
- (4) "Fair and reasonable terms" means (A) terms that (i) enable a person to obtain from an original equipment manufacturer any documentation, part or tool at a price, and subject to conditions, that are equivalent to the most favorable price at, and conditions under, which the original equipment manufacturer offers such documentation, part or tool to an authorized repair provider (I) including any discount, convenient and timely means of delivery, means of enabling fully restored and updated functionality, rebate, right of use and other incentive or preference such original equipment manufacturer may offer to an authorized repair provider, and (II) excluding any additional burden, cost or impediment such original equipment manufacturer may otherwise impose on an independent repair provider or owner, and (ii) are not conditioned on the existence of an arrangement described in subparagraph (A) of subdivision (1) of this subsection, and (B) with respect to any documentation, including, but not limited to, any updates to such documentation, terms that (i) satisfy the criteria set forth in subparagraph (A) of this subdivision, and (ii) do not impose any cost for such documentation except for the actual and reasonable cost of

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49 preparing and providing such documentation if such documentation is50 provided in printed form.

- (5) "Independent repair provider" means (A) any original equipment manufacturer operating in this state that diagnoses, maintains or repairs any digital electronic equipment that such original equipment manufacturer did not manufacture, have manufactured on such original equipment manufacturer's behalf, sell or supply, and (B) any person (i) operating in this state who is not an original equipment manufacturer, (ii) who diagnoses, maintains or repairs any digital electronic equipment, and (iii) who has not entered into an arrangement with an original equipment manufacturer as described in subparagraph (A) of subdivision (1) of this subsection, and is unaffiliated with any person who has entered into such an arrangement, with respect to the digital electronic equipment being diagnosed, maintained or repaired.
- (6) "Motor home" has the same meaning as provided in section 14-1 of the general statutes.
 - (7) (A) "Motor vehicle" means any vehicle that (i) is designed to transport individuals or property on highways or streets, and (ii) the motor vehicle manufacturer has certified satisfies all applicable state and federal emissions standards, safety standards and other requirements for distribution or sale in the United States.
 - (B) "Motor vehicle" does not include any motor home, motorcycle or recreational vehicle.
- (8) "Motor vehicle equipment manufacturer" means any legal entity that is engaged in the business of manufacturing or supplying components that are used to maintain, manufacture or repair any motor vehicle.
- (9) "Motor vehicle manufacturer" means any legal entity that is engaged in the business of assembling or manufacturing new motor vehicles.

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- (11) "New motor vehicle dealer" means any new motor vehicle dealer that (A) is licensed under section 14-52 of the general statutes, and (B) leases or sells motor vehicles, and diagnoses, maintains or repairs motor vehicles, pursuant to a franchise agreement.
 - (12) "Original equipment manufacturer" means any legal entity that (A) manufactures, or has manufactured on such entity's behalf, any new digital electronic equipment or parts of such digital electronic equipment, and (B) is engaged in the business of leasing, selling or otherwise supplying such digital electronic equipment to other persons.
- 90 (13) "Owner" means any person who owns or leases any digital 91 electronic equipment that was purchased, or is used, in this state.
 - (14) "Part" means any new or used component of any digital electronic equipment that the original equipment manufacturer of such digital electronic equipment makes available, or that is made available to such original equipment manufacturer, to maintain or repair such digital electronic equipment.
- 97 (15) "Person" means any individual, association, business, 98 corporation, firm, limited liability company, organization, partnership, 99 trust or other legal entity.
 - (16) "Recreational vehicle" has the same meaning as provided in section 14-1 of the general statutes.
 - (17) "Tool" means any hardware implement, software program or other apparatus used to diagnose, maintain or repair any digital electronic equipment, including, but not limited to, any software or other mechanism that calibrates functionality, pairs, programs or provisions any part or performs any other function necessary to return such digital electronic equipment to its fully functional condition.
- 108 (18) "Trade secret" has the same meaning as provided in 18 USC 1839.

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- (c) (1) (A) Except as provided in subparagraph (B) of this subdivision, each original equipment manufacturer shall make available to independent repair providers and owners, on fair and reasonable terms, documentation, parts and tools for the purpose of enabling independent repair providers and owners to diagnose, maintain and repair the digital electronic equipment and parts that such original equipment manufacturer manufactures, has manufactured on such original equipment manufacturer's behalf, sells or otherwise supplies.
 - (B) Nothing in subparagraph (A) of this subdivision shall be construed to require any original equipment manufacturer to make available any part that is no longer available to such original equipment manufacturer.
 - (2) If any digital electronic equipment contains any electronic security lock or other security related function, the original equipment manufacturer of such digital electronic equipment shall, on fair and reasonable terms, make available to the owner of, and any independent repair provider engaged to diagnose, maintain or repair, such digital electronic equipment, any special documentation, tool or part that is necessary to disable and reset such lock or function.
 - (d) Nothing in this section shall be construed to:

- (1) Require any original equipment manufacturer to disclose any trade secret to any owner or independent repair provider unless such disclosure is necessary to provide any documentation, part or tool on fair and reasonable terms as required under subsection (c) of this section;
- (2) Alter the terms of any arrangement described in subparagraph (A) of subdivision (1) of subsection (b) of this section, including, but not limited to, any arrangement between an authorized repair provider and an original equipment manufacturer that calls for the authorized repair provider to perform any repair on behalf of the original equipment manufacturer pursuant to a warranty or following a recall, that is in effect on October 1, 2022, except that any provision in such an

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- arrangement that purports to avoid, limit, restrict or waive the original equipment manufacturer's obligation to comply with the provisions of this section shall be void and unenforceable; or
 - (3) Apply to any person acting in such person's capacity as a motor vehicle equipment manufacturer, motor vehicle manufacturer or new motor vehicle dealer.
- 147 (e) Any violation of this section by an original equipment 148 manufacturer shall be deemed an unfair or deceptive trade practice 149 under subsection (a) of section 42-110b of the general statutes.

| This act shal sections: | l take effect as follow | s and shall amend the following |
|-------------------------|-------------------------|---------------------------------|
| Section 1 | October 1, 2022 | New section |

Statement of Purpose:

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To require original equipment manufacturers of digital electronic equipment to provide the owners of such equipment and independent repair providers with an opportunity to diagnose, maintain or repair such equipment on terms that are similar to the terms that original equipment manufacturers provide to authorized repair providers.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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