Regular Session, 2014

#### **ENROLLED**

### SENATE BILL NO. 318

### BY SENATOR GARY SMITH

1	AN ACT
2	To amend and reenact R.S. 32:1261(A)(1)(t), relative to warranty repairs; to provide relative
3	to unauthorized acts; to provide for exemptions; to provide for certain terms and
4	conditions; and to provide for related matters.
5	Be it enacted by the Legislature of Louisiana:
6	Section 1. R.S. 32:1261(A)(1)(t) is hereby amended and reenacted to read as
7	follows:
8	§1261. Unauthorized acts
9	A. It shall be a violation of this Chapter:
10	(1) For a manufacturer, a distributor, a wholesaler, distributor branch, factory
11	branch, converter or officer, agent, or other representative thereof:
12	* * *
13	(t) To operate a satellite warranty and repair center, to authorize a person to
14	perform warranty repairs who is not a motor vehicle dealer, or to authorize a motor
15	vehicle dealer to operate a satellite warranty and repair center within the community
16	or territory of a same-line or make motor vehicle dealer. This Subparagraph shall not
17	apply to recreational any of the following:
18	(i) Recreational product manufacturers.
19	(ii) Emergency service of a vehicle.
20	(iii) A fleet owner or governmental entity that is authorized to perform
21	warranty repairs on any of the following motor vehicles owned or leased by the
22	fleet owner or governmental entity:
23	(aa) Those with a gross vehicle weight rating of twelve thousand pounds
24	<u>or more.</u>
25	(bb) Those designed for the movement of property, freight, or goods in
26	intrastate or interstate commerce.
27	(cc) Those designed for use in utility installation, maintenance, and

Page 1 of 2 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

1	<u>repair.</u>
2	(iv) The dealer that sold the motor vehicles listed in Item (iii) of this
3	Subparagraph to the fleet owner or governmental entity may and a
4	manufacturer that authorized the fleet owner or governmental entity to
5	perform warranty repairs on the motor vehicles described in Item (iii) of this
6	Subparagraph shall give notification of the authorization to the dealer located
7	in the same community or territory where the fleet owner or governmental
8	entity intends to perform the authorized warranty repairs. The notification
9	shall include the type of warranty repairs authorized by the manufacturer.
10	(v) A fleet owner or governmental entity performing warranty repairs
11	to the motor vehicles listed in Item (iii) of this Subparagraph shall meet the
12	same requirements for special tools, equipment, and technician certification
13	that are required of a franchise dealer that is authorized to make the same
14	warranty repairs on the same makes and models of motor vehicles being
15	repaired by a fleet owner or governmental entity.
16	(vi) A fleet owner or governmental entity authorized to perform
17	warranty repairs to the motor vehicles listed in Item (iii) of this Subparagraph
18	shall not make repairs to the internal drive train or the after-treatment exhaust
19	system of such motor vehicles.
20	(vii) For the purposes of Items (iii) through (vii) of this Subparagraph,
21	"fleet owner or governmental entity" shall mean a person who or unit of
22	government that owns or leases for its own use or a renting or leasing company
23	that rents to a third party ten or more of the motor vehicles listed in Item (iii)
24	of this Subparagraph.
25	* * *

# PRESIDENT OF THE SENATE

# SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_