FILED ON: 1/4/2024

## **SENATE** . . . . . . . . . . . . . . . . . No. 2546

Senate, January 4, 2024 -- Text of the Senate Bill expanding wheelchair warranty protections for consumers with disabilities (Senate, No. 2546) (being the text of Senate, No. 2541, printed as amended)

## The Commonwealth of Massachusetts

In the One Hundred and Ninety-Third General Court (2023-2024)

An Act expanding wheelchair warranty protections for consumers with disabilities.

*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. Chapter 32A of the General Laws is hereby amended by inserting after
2	section 17S the following section:-
3	Section 17T. For purposes of this section, "complex rehabilitation technology
4	wheelchair" shall mean an individually-configured manual or motorized wheeled device that
5	requires evaluation, configuration, fitting, adjustment or programming that is medically
6	necessary to enhance the mobility or positioning of an individual with a disability.
7	Any coverage offered by the commission to an active or retired employee of the
8	commonwealth insured under the commission shall not require a member to obtain a
9	preauthorization for any repair of a complex rehabilitation technology wheelchair estimated to
10	cost less than \$1,000.

SECTION 2. Chapter 93 of the General Laws is hereby amended by striking out section
107, as appearing in the 2022 Official Edition, and inserting in place thereof the following
section:-

Section 107. (a) As used in this section, the following words shall have the following
meanings unless the context clearly indicates otherwise:

16 "Authorized wheelchair dealer", any seller of a wheelchair that: (i) has an exclusive 17 distribution arrangement within a specified geographic area with any person or entity that 18 manufacturers or assembles the type of wheelchair at issue; or (ii) is designated by the person or 19 entity that manufactures or assembles the type of wheelchair at issue to repair or accept for repair 20 such type of wheelchair.

21 "Collateral costs", expenses incurred by a consumer in connection with the repair of a
22 nonconformity, including, but not limited to: (i) the cost to rent a wheelchair or other assistive
23 device for mobility during the time repairs are attempted and until the receipt of a replacement
24 wheelchair; (ii) the cost of shipping a wheelchair that has a nonconformity to a manufacturer,
25 lessor or authorized wheelchair dealer for repair or replacement; and (iii) out-of-pocket medical
26 expenses for the treatment of any physical injury caused by the nonconformity in the wheelchair.

27 "Consumer", (i) the purchaser of a wheelchair, including purchases covered by private or 28 public insurance, if the wheelchair was purchased from a wheelchair dealer or manufacturer for 29 purposes other than resale; (ii) a person to whom the wheelchair is transferred for purposes other 30 than resale; provided, however, that such transfer shall occur before the expiration of an express 31 warranty applicable to the wheelchair; (iii) a person who may enforce the express warranty 32 applicable to the wheelchair; or (iv) a person who leases a wheelchair from a wheelchair lessor

33	under a written lease; provided, however, that "consumer" shall include those who have not paid
34	all or some out of pocket costs for the purchase or lease of a wheelchair.
35	"Defective", having a condition of nonconformity.
36	"Early termination cost", an expense or obligation incurred by a wheelchair lessor as a
37	result of both the termination of a written lease before the termination date set forth in such lease
38	and the return of a wheelchair to a manufacturer pursuant to paragraph (3) of subsection (c);
39	provided, however, that "early termination cost" shall include a penalty for prepayment under a
40	finance arrangement.
41	"Early termination savings", an expense or obligation avoided by a wheelchair lessor as a
42	result of both the termination of a written lease before the termination date set forth in such lease
43	and the return of a wheelchair to a manufacturer pursuant to paragraph (3) of subsection (c);
44	provided, however, that "early termination savings" shall include interest charges that a
45	wheelchair lessor would have paid to finance the wheelchair or, if the wheelchair was not
46	financed, the difference between the total amount for which the lease obligates the consumer
47	during the period of the lease term remaining after the early termination and the present value of
48	such amount at the date of the early termination.
49	"Express warranty", a warranty that guarantees that the wheelchair shall be free from any
50	condition or defect that substantially impairs the use, value or safety of the wheelchair.
51	"Manufacturer", a person or entity that manufactures or assembles wheelchairs and
52	agents of that person or entity, including an authorized wheelchair dealer, an importer, a
53	distributor, factory branch, distributor branch and any warrantors of the manufacturer's

54 wheelchair; provided, however, that "manufacturer" shall not include a professional who 55 fabricates, without charge, a device for use in the course of medical treatment.

56 "Nonconformity", a condition or defect that substantially impairs the use, value or safety 57 of a wheelchair and that is covered by an express warranty applicable to the wheelchair or to a 58 component of the wheelchair; provided, however, that "nonconformity" shall not include a 59 condition or defect which results from abuse, neglect or the unreasonable and foreseeable misuse 60 of the wheelchair by consumer modification or alteration.

61 "Original wheelchair", the nonconforming wheelchair to be repaired.

62 "Reasonable attempt to repair", : (i) not less than 2 attempts to repair a nonconformity by 63 the manufacturer, wheelchair lessor or any of the manufacturer's authorized wheelchair dealers 64 which failed to repair the nonconformity after the consumer reported the nonconformity and 65 made the wheelchair available to the manufacturer for repair within the applicable warranty 66 period; or (ii) the wheelchair is out of service for an aggregate of not less than 21 days because 67 of a warranty nonconformity after the consumer reported the nonconformity and made the 68 wheelchair available to the manufacturer for repair within the applicable warranty period.

69 "Replacement wheelchair", a properly working wheelchair that is identical to the 70 nonconforming wheelchair or that is comparable in all functional capabilities to the original 71 wheelchair provided by the manufacturer, wheelchair lessor or manufacturer's authorized 72 wheelchair dealer to the consumer in place of the nonconforming wheelchair.

73 "Standard wheelchair", a manual or power wheelchair that has minimal adjustability and74 customization.

75	"Temporary loaner wheelchair", a wheelchair provided to the consumer that: (i) is free of
76	charge; (ii) is in good working order; (iii) is able to perform the most essential functions of the
77	original wheelchair, considering the disabilities of the user; and (iv) does not have any
78	differences from the original wheelchair that create a threat to health or safety; provided,
79	however, that a "temporary loaner wheelchair" need not be new or identical to or have functional
80	capabilities equal to or greater than those of the original wheelchair.
81	"Wheelchair", a manual or motorized wheeled device that enhances the mobility or
82	positioning of an individual with a disability.
83	"Wheelchair dealer", an individual or entity that is in the business of selling wheelchairs,
84	including, but not limited to, an authorized wheelchair dealer and a manufacturer who sells
85	wheelchairs directly to consumers.
86	"Wheelchair lessor", an individual or entity that leases a wheelchair to a consumer, or
86 87	"Wheelchair lessor", an individual or entity that leases a wheelchair to a consumer, or who holds the lessor's rights, under a written lease.
87	who holds the lessor's rights, under a written lease.
87 88	who holds the lessor's rights, under a written lease. (b)(1) A manufacturer who sells or leases a wheelchair to a consumer, either directly or
87 88 89	who holds the lessor's rights, under a written lease. (b)(1) A manufacturer who sells or leases a wheelchair to a consumer, either directly or through a wheelchair dealer or wheelchair lessor, shall furnish the consumer with an express
87 88 89 90	who holds the lessor's rights, under a written lease. (b)(1) A manufacturer who sells or leases a wheelchair to a consumer, either directly or through a wheelchair dealer or wheelchair lessor, shall furnish the consumer with an express warranty for the wheelchair; provided, however, that the duration of the express warranty shall
87 88 89 90 91	who holds the lessor's rights, under a written lease. (b)(1) A manufacturer who sells or leases a wheelchair to a consumer, either directly or through a wheelchair dealer or wheelchair lessor, shall furnish the consumer with an express warranty for the wheelchair; provided, however, that the duration of the express warranty shall be not less than 2 years after first delivery of the wheelchair to the consumer.
<ul> <li>87</li> <li>88</li> <li>89</li> <li>90</li> <li>91</li> <li>92</li> </ul>	<ul> <li>who holds the lessor's rights, under a written lease.</li> <li>(b)(1) A manufacturer who sells or leases a wheelchair to a consumer, either directly or through a wheelchair dealer or wheelchair lessor, shall furnish the consumer with an express warranty for the wheelchair; provided, however, that the duration of the express warranty shall be not less than 2 years after first delivery of the wheelchair to the consumer.</li> <li>(2) At the time of purchase or lease of a wheelchair, the manufacturer shall provide</li> </ul>
<ul> <li>87</li> <li>88</li> <li>89</li> <li>90</li> <li>91</li> <li>92</li> <li>93</li> </ul>	<ul> <li>who holds the lessor's rights, under a written lease.</li> <li>(b)(1) A manufacturer who sells or leases a wheelchair to a consumer, either directly or through a wheelchair dealer or wheelchair lessor, shall furnish the consumer with an express warranty for the wheelchair; provided, however, that the duration of the express warranty shall be not less than 2 years after first delivery of the wheelchair to the consumer.</li> <li>(2) At the time of purchase or lease of a wheelchair, the manufacturer shall provide directly to the consumer a statement, written in not less than 14-point all capital boldfaced type</li> </ul>

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97 "IMPORTANT: IF THIS WHEELCHAIR IS DEFECTIVE WITHIN THE PERIOD OF 98 YOUR WARRANTY, [INSERT WARRANTY PERIOD, NOT LESS THAN 2 YEARS FROM 99 THE DATE OF FIRST DELIVERY], YOU MAY BE ENTITLED UNDER STATE LAW TO 100 REPLACEMENT OF THE WHEELCHAIR OR A REFUND OF ITS PURCHASE PRICE. TO 101 BE ENTITLED TO A REFUND OR REPLACEMENT, YOU MUST FIRST NOTIFY THE 102 MANUFACTURER, THE WHEELCHAIR LESSOR OR THE WHEELCHAIR DEALER OF 103 THE NON-CONFORMITY AND GIVE THE MANUFACTURER OR AUTHORIZED 104 WHEELCHAIR DEALER AN OPPORTUNITY TO REPAIR THE WHEELCHAIR IN 105 ACCORDANCE WITH SECTION 107 OF CHAPTER 93 OF THE MASSACHUSETTS 106 GENERAL LAWS.

107 IF THIS WHEELCHAIR IS DEFECTIVE WITHIN THE PERIOD OF YOUR
108 WARRANTY, THE MANUFACTURER OR AUTHORIZED WHEELCHAIR DEALER
109 MUST PERFORM A REMOTE ASSESSMENT OF THE WHEELCHAIR NOT MORE THAN
110 3 BUSINESS DAYS FOLLOWING NOTICE AND, IF NECESSARY, PERFORM AN IN111 PERSON ASSESSMENT NOT MORE THAN 4 BUSINESS DAYS FOLLOWING THE
112 REMOTE ASSESSMENT.

IF NECESSARY, THE MANUFACTURER OR AUTHORIZED WHEELCHAIR
DEALER SHALL PROVIDE A TEMPORARY LOANER WHEELCHAIR FOR THE
DURATION OF REPAIRS PROVIDED FOR UNDER THE WARRANTY AS SOON AS
POSSIBLE, BUT NOT MORE THAN 4 BUSINESS DAYS FOLLOWING NOTICE FOR
STANDARD WHEELCHAIRS AND 8 BUSINESS DAYS FOLLOWING NOTICE FOR
CUSTOMIZED, ADAPTED OR MODIFIED WHEELCHAIRS.".

(3) If the manufacturer, lessor or wheelchair dealer fail to provide the statement of
warranty as required pursuant to this subsection, the manufacturer shall be in violation of this
subsection and the minimum express warranty period shall be extended to 3 years.

122 (c)(1) If a new wheelchair is defective and the consumer reports such nonconformity to 123 the manufacturer, a wheelchair lessor or a wheelchair dealer and such consumer makes the 124 wheelchair available for repair prior to the expiration of the applicable warranty period from the 125 date of first delivery, the nonconformity shall be repaired at no charge to the consumer. It shall 126 be presumed that the consumer has made the wheelchair available to the manufacturer or 127 authorized wheelchair dealer for repair if such consumer allows the manufacturer or dealer to 128 take it from the consumer's home or other location where the user customarily uses the 129 wheelchair.

(2) If a wheelchair covered by a manufacturer's warranty has a nonconformity to which
the warranty is applicable and is made available by the consumer to the manufacturer or
authorized wheelchair dealer for the repair of the nonconformity, the manufacturer shall:

133 (i) perform, or coordinate with an authorized wheelchair dealer to perform, a remote 134 assessment of the original wheelchair not more than 3 business days following notice from the 135 consumer and, if it is determined that a remote assessment is not sufficient to diagnose the 136 nonconformity, an in-person assessment not more than 4 business days following the remote 137 assessment; provided, however, that if a consumer cancels the initial remote assessment and the 138 manufacturer or authorized wheelchair dealer makes reasonable efforts to reschedule the 139 assessment as soon as feasible, the manufacturer or authorized wheelchair dealer shall not be in 140 violation of this clause; provided, however, that the manufacturer or authorized dealer shall

provide the consumer with an estimated timeframe for assessment and, following assessment, an
estimated timeframe for any repairs;

143 (ii) provide, or coordinate with an authorized wheelchair dealer to provide, for the 144 duration of the repair period, directly and at no cost to the consumer, as selected by the consumer 145 and as soon as reasonably possible: (A) a temporary loaner wheelchair not more than 4 business 146 days following notice from the consumer if the original wheelchair is a standard wheelchair and 147 not more than 8 business days following notice by the consumer if the original wheelchair has 148 been customized, adapted or modified to the extent that a standard wheelchair is not a suitable 149 temporary loaner wheelchair; or (B) reimbursement for the cost incurred by the consumer for 150 renting a wheelchair while the original wheelchair is assessed and repaired; and

151 (iii) cover all of the consumer's collateral costs.

(3) If, after a reasonable attempt to repair, the nonconformity is not repaired, themanufacturer shall:

154 (i) at the direction of a consumer other than one who leases a wheelchair: (A) accept 155 return of the original wheelchair, issue a replacement wheelchair and refund any collateral costs; 156 or (B) accept return of the wheelchair and refund to the consumer and to any holder of a 157 perfected security interest, as their interest may appear, the full purchase price and any finance 158 charge amount paid by the consumer at the point of sale and any collateral costs, less a 159 reasonable allowance for use; provided, however, that a reasonable allowance for use shall not 160 exceed the amount obtained by multiplying the full purchase price of the wheelchair by a 161 fraction, the denominator of which shall be 1,825 and the numerator of which shall be the

number of days that the wheelchair was in the consumer's possession before the consumer firstreported the nonconformity to the wheelchair dealer; or

164 (ii) at the direction of a consumer who leases a wheelchair, accept return of the original 165 wheelchair, refund to the wheelchair lessor and to any holder of a perfected security interest, as 166 their interest may appear, the current value of the written lease and refund to the consumer the 167 amount such consumer paid under the written lease and any collateral costs, less a reasonable 168 allowance for use; provided, however, that a reasonable allowance for use shall not exceed the 169 amount obtained by multiplying the total amount for which the written lease obligates the 170 consumer by a fraction, the denominator of which shall be 1,825, or the number of days of the 171 lease, whichever number is greater, and the numerator of which shall be half of the number of 172 days that the consumer possessed the wheelchair before first reporting the nonconformity to the 173 manufacturer, wheelchair lessor or wheelchair dealer; and provided further, that

the current value of the written lease shall be the total amount for which that lease obligates the consumer during the period of the lease remaining after its early termination, plus the wheelchair dealer's early termination costs and the value of the original wheelchair at the lease expiration date if the lease sets forth that value, less the wheelchair lessor's early termination savings.

To receive a replacement wheelchair or a refund due under paragraph (3) of this subsection, a consumer described thereunder shall offer to transfer possession of the wheelchair having the nonconformity to its manufacturer. Not later than 30 days after such offer, the manufacturer shall provide the consumer with the replacement wheelchair or refund. When the manufacturer provides the replacement wheelchair or refund, the consumer shall make the

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wheelchair having the nonconformity available for return to the manufacturer, along with anyendorsements necessary to transfer legal possession to the manufacturer.

(4)(i) To receive a refund due under clause (i) of paragraph (3) of subsection (C), a
consumer described thereunder shall offer to return the original wheelchair to its manufacturer.
Not later than 30 days after such offer, the manufacturer shall provide the refund to the
consumer. When the manufacturer provides the refund, the consumer shall make the original
wheelchair available for return to the manufacturer.

(ii) To receive a refund due under paragraph (3) of subsection (C), a wheelchair lessor shall offer to transfer possession of the original wheelchair to its manufacturer. No later than 30 days after such offer, the manufacturer shall provide the refund to the wheelchair lessor. When the manufacturer provides the refund, the wheelchair lessor shall provide to the manufacturer any endorsements necessary to transfer legal possession to the manufacturer.

A lease against a consumer shall not be enforced after such consumer exercises rightspursuant to clause (ii) of paragraph (3).

A wheelchair returned by a consumer or wheelchair lessor in the commonwealth, or by a consumer or wheelchair lessor in another state under a similar law of that state, shall not be resold or leased in the commonwealth unless the reasons for such return have been fully disclosed to a prospective buyer or lessee.

(5) Manufacturers shall fill all repair and replacement orders for wheelchairs under
warranty pursuant to this section from their own inventory or have a written subcontract for the
purchase of items necessary to fill repair and replacement orders; provided, however, that the
subcontract shall be in writing and contain, at a minimum: (i) names, addresses, phone numbers

and contact information for both entities; (ii) the contract term start and end dates; (iii) a
description of the wheelchairs covered under the subcontract and the cost of each item; (iv)
signatures of both parties, including signature dates and position titles; (v) an established credit
limit that is reasonable, based on the value of the products and services to be provided by the
contractor; and (vi) a provision requiring shipping of parts, whenever feasible, by overnight mail.

(6) The manufacturer shall keep written record of all repair attempts made, including, but
not limited to: (i) the date a repair was requested; (ii) the type of repair requested; (iii) the date
the repair attempt began; (iv) the length of the repair attempt; (v) collateral costs covered; (vi)
the results of the repair attempt; and (vii) the total number of repair attempts made.

215 (d) Each consumer shall have the option of submitting any dispute arising under this 216 section, upon the payment of a prescribed filing fee, to an alternate arbitration mechanism 217 established pursuant to regulations promulgated under this section by the undersecretary of 218 consumer affairs and business regulation. Upon application of the consumer and payment of the 219 appropriate filing fee by the consumer, a manufacturer shall submit to alternative arbitration. The 220 alternate arbitration shall be conducted by a professional arbitrator or arbitration firm appointed 221 by and pursuant to the regulations promulgated by the office of consumer affairs and business 222 regulation pursuant to this section. The alternate arbitration mechanism shall ensure the personal 223 objectivity of its arbitrators and the right of each party to present its case, be in attendance during 224 any presentation made by the other party and rebut or refute such presentation.

(e) The attorney general may bring an action under section 4 of chapter 93A to enforce
this section and to obtain restitution, civil penalties, injunctive relief and any other relief awarded
pursuant to said chapter 93A. Nothing contained in this section shall limit any rights or remedies

available to a consumer under any other law. Any waiver by a consumer of rights under thissection shall be void.

(f) In addition to any other remedy at law, a consumer may bring an action to recover for damages caused by a violation of this section. The court shall award a consumer who prevails in such an action twice the amount of any pecuniary loss, together with costs, disbursements and reasonable attorney fees, and any equitable relief that the court deems is appropriate.

(g) Annually, not later than January 1, the office of consumer affairs and business
regulation shall report to the joint committee on children, families and persons with disabilities
and the joint committee on consumer protection and professional licensure on the operational
status of the wheelchair alternate arbitration mechanism, including, but not limited to, data
regarding the number of complaints filed through the alternate arbitration mechanism and the
aggregate results of such arbitration procedures.

(h) The undersecretary of consumer affairs and business regulation shall promulgate
regulations to implement this section, which shall include, but not be limited to, information on
the components and functions necessary for a temporary loaner wheelchair to be in compliance
with this section.

SECTION 3. Chapter 118E of the General Laws is hereby amended by inserting after
 section 10Q the following section:-

Section 10R. For purposes of this section, "complex rehabilitation technology
wheelchair" shall mean an individually-configured manual or motorized wheeled device that
requires evaluation, configuration, fitting, adjustment or programming that is medically
necessary to enhance the mobility or positioning of an individual with a disability.

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The division and its contracted health insurers, health plans, health maintenance organizations, behavioral health management firms and third-party administrators under contract to a Medicaid managed care organization or primary care clinician plan shall not require a preauthorization for any repair of a complex rehabilitation technology wheelchair estimated to cost less than \$1,000.

SECTION 4. Chapter 175 of the General Laws is hereby amended by inserting after
 section 47UU the following section:-

Section 47VV. For purposes of this section, "complex rehabilitation technology
wheelchair" shall mean an individually-configured manual or motorized wheeled device that
requires evaluation, configuration, fitting, adjustment or programming that is medically
necessary to enhance the mobility or positioning of an individual with a disability.

Any policy, contract, agreement, plan or certificate of insurance issued, delivered or renewed within the commonwealth, which is considered creditable coverage under section 1 of chapter 111M, shall not require a member to obtain a preauthorization for any repair of a complex rehabilitation technology wheelchair estimated to cost less than \$1,000.

SECTION 5. Chapter 176A of the General Laws is hereby amended by inserting after
 section 8VV the following section:-

267 Section 8WW. For purposes of this section, "complex rehabilitation technology 268 wheelchair" shall mean an individually-configured manual or motorized wheeled device that 269 requires evaluation, configuration, fitting, adjustment or programming that is medically 270 necessary to enhance the mobility or positioning of an individual with a disability.

271	Any contract between a subscriber and the corporation under an individual or group
272	hospital service plan that is delivered, issued or renewed within the commonwealth shall not
273	require a member to obtain a preauthorization for any repair of a complex rehabilitation
274	technology wheelchair estimated to cost less than \$1,000.
275	SECTION 6. Chapter 176B of the General Laws is hereby amended by inserting after
276	section 4VV the following section:-
277	Section 4WW. For purposes of this section, "complex rehabilitation technology
278	wheelchair" shall mean an individually-configured manual or motorized wheeled device that
279	requires evaluation, configuration, fitting, adjustment or programming that is medically
280	necessary to enhance the mobility or positioning of an individual with a disability.
281	Any subscription certificate under an individual or group medical service agreement
282	delivered, issued or renewed within the commonwealth shall not require a member to obtain a
283	preauthorization for any repair of a complex rehabilitation technology wheelchair estimated to
284	cost less than \$1,000.
285	SECTION 7. Chapter 176G of the General Laws is hereby amended by inserting after
286	section 4NN the following section:-
287	Section 400. For purposes of this section, "complex rehabilitation technology
288	wheelchair" shall mean an individually-configured manual or motorized wheeled device that
289	requires evaluation, configuration, fitting, adjustment or programming that is medically
290	necessary to enhance the mobility or positioning of an individual with a disability.

291	Any individual or group health maintenance contract that is issued or renewed shall not
292	require a member to obtain a preauthorization for any repair of a complex rehabilitation
293	technology wheelchair estimated to cost less than \$1,000.
294	SECTION 8. Section 25 of chapter 1760 of the General Laws, as appearing in the 2022
295	Official Edition, is hereby amended by inserting after the word "services", in line 49, the
296	following words:-; provided, however, that a health plan shall not require a prior authorization
297	for any repair of a complex rehabilitation technology wheelchair estimated to cost less than
298	\$1,000.

SECTION 9. The undersecretary of consumer affairs and business regulation regulations
shall promulgate the regulations required under subsection (h) of section 107 of chapter 93 of the
General Laws not later than 90 days after the effective date of this act.