# First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

# REVISED

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

LLS NO. 23-0218.01 Jennifer Berman x3286

HOUSE BILL 23-1011

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# A BILL FOR AN ACT

101	CONCERNING A REQUIREMENT THAT AN AGRICULTURAL EQUIPMENT
102	MANUFACTURER FACILITATE THE REPAIR OF ITS EQUIPMENT BY
103	PROVIDING CERTAIN OTHER PERSONS WITH THE RESOURCES
104	NEEDED TO REPAIR THE MANUFACTURER'S AGRICULTURAL
105	EQUIPMENT.

# **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 <u>http://leg.colorado.gov.</u>)

Usually, an owner of agricultural equipment must seek diagnostic, maintenance, or repair services of the equipment from the agricultural SENATE Amended 2nd Reading March 15, 2023



Amended 2nd Reading February 17, 2023

HOUSE

equipment manufacturer (manufacturer).

Starting January 1, 2024, the bill requires a manufacturer to provide parts, embedded software, firmware, tools, or documentation, such as diagnostic, maintenance, or repair manuals, diagrams, or similar information (resources), to independent repair providers and owners of the manufacturer's agricultural equipment to allow an independent repair provider or owner to conduct diagnostic, maintenance, or repair services on the owner's agricultural equipment.

The bill folds agricultural equipment into the existing consumer right-to-repair statutes, which statutes provide the following:

- A manufacturer's failure to comply with the requirement to provide resources is a deceptive trade practice;
- In complying with the requirement to provide resources, a manufacturer need not divulge any trade secrets to independent repair providers and owners; and
- Any new contractual provision or other arrangement that a manufacturer enters into that would remove or limit the manufacturer's obligation to provide resources to independent repair providers and owners is void and unenforceable.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, amend 6-1-1501 as
3	follows:
4	6-1-1501. Short title. The short title of this part 15 is the
5	"Consumer Wheelchair Repair Bill of Rights Act".
6	<b>SECTION 2.</b> In Colorado Revised Statutes, 6-1-1502, <b>amend</b> (1),
7	(2), (4), (5)(a)(II) and (6); and add (1.3), (1.5), (1.7), (3.2), (5)(d), and
8	<u>(5)(e).</u>
9	6-1-1502. Definitions. As used in this part 15, unless the context
10	otherwise requires:
11	(1) (a) "Authorized repair provider" means a person that is
12	unaffiliated with a manufacturer other than through an arrangement with
13	the manufacturer, whether for a definite or an indefinite period, in which
14	the manufacturer, for the purpose of offering to provide services to an

equipment owner regarding the owner's equipment or a part, grants the
 person:

3 (I) A license to use a trade name, service mark, or other
4 proprietary identifier; or

5 (II) Authorization under any other arrangement to act on behalf of
6 the manufacturer.

(b) "Authorized repair provider" includes a manufacturer that
offers to provide services to an owner of the manufacturer's equipment
regarding the owner's equipment or a part if the manufacturer does not
have an arrangement with an unaffiliated person, as described in
subsection (1)(a) of this section "AGRICULTURAL EQUIPMENT" MEANS
EQUIPMENT THAT IS PRIMARILY DESIGNED FOR USE IN A FARM OR RANCH
OPERATION.

14

(b) "AGRICULTURAL EQUIPMENT" INCLUDES:

(I) A TRACTOR, TRAILER, COMBINE, SPRAYER, TILLAGE
IMPLEMENT, BALER, AND OTHER EQUIPMENT USED TO PLANT, CULTIVATE,
OR HARVEST AGRICULTURAL PRODUCTS OR TO RANCH; AND

18 (II) ATTACHMENTS TO AND REPAIR PARTS FOR EQUIPMENT
19 DESCRIBED IN SUBSECTION (1)(b)(I) OF THIS SECTION.

20 (c) "AGRICULTURAL EQUIPMENT" DOES NOT INCLUDE:

(I) A SELF-PROPELLED VEHICLE DESIGNED PRIMARILY FOR THE
TRANSPORTATION OF INDIVIDUALS OR PROPERTY ON A STREET OR
HIGHWAY;

24 (II) A POWERSPORTS VEHICLE AS DEFINED IN SECTION 44-20-402
25 (11); \_\_\_\_\_

26 (III) ANY AIRCRAFT USED IN AN AGRICULTURAL AIRCRAFT
27 OPERATION, AS DEFINED IN 14 CFR <u>137.3; or</u>

1	<u>(IV)</u>	ANY	EQUIPMENT	DESIGNED	AND	USED	PRIMARILY	FOR
2	IRRIGATION F	PURPOS	SES.					

3 (1.3) (a) "AUTHORIZED REPAIR PROVIDER" MEANS A PERSON THAT
4 IS UNAFFILIATED WITH A MANUFACTURER OTHER THAN THROUGH AN
5 ARRANGEMENT WITH THE MANUFACTURER, WHETHER FOR A DEFINITE OR
6 AN INDEFINITE PERIOD, IN WHICH THE MANUFACTURER, FOR THE PURPOSE
7 OF OFFERING TO PROVIDE SERVICES TO AN EQUIPMENT OWNER REGARDING
8 THE OWNER'S EQUIPMENT OR A PART, GRANTS THE PERSON:

9 (I) A LICENSE TO USE A TRADE NAME, SERVICE MARK, OR OTHER
10 PROPRIETARY IDENTIFIER; OR

(II) AUTHORIZATION UNDER ANY OTHER ARRANGEMENT TO ACTON BEHALF OF THE MANUFACTURER.

(b) "AUTHORIZED REPAIR PROVIDER" INCLUDES A MANUFACTURER
THAT OFFERS TO PROVIDE SERVICES TO AN OWNER OF THE
MANUFACTURER'S EQUIPMENT REGARDING THE OWNER'S EQUIPMENT OR
A PART IF THE MANUFACTURER DOES NOT HAVE AN ARRANGEMENT WITH
AN UNAFFILIATED PERSON, AS DESCRIBED IN SUBSECTION (1.3)(a) OF THIS
SECTION.

19 (1.5) "DATA" MEANS TRANSMITTED OR COMPILED INFORMATION
 20 ARISING FROM THE OPERATION OF AN OWNER'S AGRICULTURAL EQUIPMENT
 21 OR ITS PARTS.

(1.7) "DEALER" MEANS A PERSON, OTHER THAN A MANUFACTURER,
THAT IS ENGAGED IN THE BUSINESS OF BUYING, SELLING, OR EXCHANGING
EQUIPMENT IN THE STATE.

(2) "Documentation" means a manual; diagram, including a
schematic diagram; reporting output; service code description; SECURITY
CODE OR PASSWORD; or similar type of GUIDANCE OR information,

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1	whether in an electronic or tangible format, that a manufacturer provides
2	to an authorized repair provider for purposes of assisting TO ASSIST the
3	authorized repair provider with services performed on the manufacturer's
4	equipment or a part.
5	(3.2)(a) "EMBEDDED SOFTWARE FOR AGRICULTURAL EQUIPMENT"
6	MEANS ANY PROGRAMMABLE INSTRUCTIONS PROVIDED ON FIRMWARE
7	DELIVERED WITH OR LOADED TO THE AGRICULTURAL EQUIPMENT, WITH
8	RESPECT TO AGRICULTURAL EQUIPMENT OPERATION.
9	(b) "Embeded software for agricultural equipment"
10	INCLUDES ALL RELEVANT PATCHES AND FIXES THAT THE MANUFACTURER
11	MAKES, INCLUDING, BUT NOT LIMITED TO, ITEMS DESCRIBED AS "BASIC
12	INTERNAL OPERATING SYSTEM", "INTERNAL OPERATING SYSTEM",
13	"MACHINE CODE", "ASSEMBLY CODE", "ROOT CODE", AND "MICROCODE".
14	(4) "Equipment" means:
15	(a) A powered wheelchair; OR
16	(b) AGRICULTURAL EQUIPMENT.
17	(5) (a) (II) EXCEPT AS PROVIDED IN SUBSECTION (5)(d) OF THIS
18	SECTION, costs considered under subsection $(5)(a)(I)$ of this section must
19	be ARE calculated using net costs incurred, accounting for any discounts,
20	rebates, or incentives offered.
21	(d) "FAIR AND REASONABLE TERMS AND COSTS" WITH RESPECT TO
22	AGRICULTURAL EQUIPMENT FROM THE MANUFACTURER OR DEALER,
23	MEANS THAT PARTS SHALL BE SOLD TO AN OWNER OR AN INDEPENDENT
24	REPAIR PROVIDER UNDER EQUITABLE TERMS FOR ACCESS TO OR RECEIPT
25	OF ANY PART PERTAINING TO AGRICULTURAL EQUIPMENT, AT A COST THAT
26	IS NO GREATER THAN THE MANUFACTURER'S SUGGESTED RETAIL PRICE,
27	AND IN A MANNER THAT IS FAIR TO BOTH PARTIES IN LIGHT OF ANY

1 AGREED-UPON CONDITIONS, THE PROMISED QUALITY, AND THE TIMELINESS

## 2 <u>OF THE DELIVERY.</u>

3 (e) TERMS CONSIDERED UNDER SUBSECTION (5) OF THIS SECTION
4 ARE FAIR IF THE TERMS DO NOT IMPOSE ON AN OWNER OR INDEPENDENT
5 REPAIR PROVIDER ANY:

6 (I) SUBSTANTIAL OBLIGATION TO USE, OR ANY RESTRICTION ON
7 THE USE OF, A PART, EMBEDDED SOFTWARE, <u>EMBEDDED SOFTWARE FOR</u>
8 <u>AGRICULTURAL EQUIPMENT</u>, FIRMWARE, OR TOOL, INCLUDING A
9 CONDITION THAT THE OWNER OR INDEPENDENT REPAIR PROVIDER BECOME
10 AN AUTHORIZED REPAIR PROVIDER OF THE MANUFACTURER; OR

(II) REQUIREMENT THAT A PART, EMBEDDED SOFTWARE,
<u>EMBEDDED SOFTWARE FOR AGRICULTURAL EQUIPMENT</u>, FIRMWARE, OR
TOOL BE REGISTERED OR PAIRED WITH OR APPROVED BY THE
MANUFACTURER OR AN AUTHORIZED REPAIR PROVIDER BEFORE THE PART,
EMBEDDED SOFTWARE, <u>EMBEDDED SOFTWARE FOR AGRICULTURAL</u>
EQUIPMENT, FIRMWARE, OR TOOL IS OPERATIONAL.

17 (6) (a) "Firmware" means a software program or set of
instructions programmed on equipment or a part to allow the equipment
or part to communicate with itself or with other computer hardware.
20 (b) "FIRMWARE" DOES NOT INCLUDE ANY THIRD-PARTY SOFTWARE
21 PROGRAMOR SET OF INSTRUCTIONS THAT IS NOT PRIMARILY INTENDED FOR

22 <u>USE WITH AGRICULTURAL EQUIPMENT.</u>

23 **SECTION 3.** In Colorado Revised Statutes, 6-1-1503, **amend** (1),

- 24 (2)(a)(II), (2)(b)(II), (3)(a), and (3)(c) as follows:
- 25 <u>6-1-1503. Equipment manufacturer obligations regarding</u>
   26 <u>services exemptions. (1)</u> Except as provided in subsection (2) of this
   27 section:

1	(a) For the purpose of providing services for equipment in the
2	state, an original equipment manufacturer shall, with fair and reasonable
3	terms and costs, make available to an independent repair provider or
4	owner of the manufacturer's equipment any documentation, parts,
5	embedded software, EMBEDDED SOFTWARE FOR AGRICULTURAL
6	EQUIPMENT, firmware, or tools that are intended for use with the
7	equipment or any part, including updates to documentation, parts,
8	embedded software, EMBEDDED SOFTWARE FOR AGRICULTURAL
9	EQUIPMENT, firmware, or tools.
10	(b) With respect to equipment that contains an electronic security
11	lock or other security-related function, a manufacturer shall, with fair and
12	reasonable terms and costs, make available to independent repair
13	providers and owners any documentation, parts, embedded software,
14	EMBEDDED SOFTWARE FOR AGRICULTURAL EQUIPMENT, firmware, or tools
15	needed to reset the lock or function when disabled in the course of
16	providing services. The manufacturer may make the documentation, parts,
17	embedded software, EMBEDDED SOFTWARE FOR AGRICULTURAL
18	EQUIPMENT, firmware, or tools available to independent repair providers
19	and owners through appropriate secure release systems.
20	(2) (a) Subsection (1) of this section does not apply to:
21	(II) Conduct that would require the manufacturer to divulge a
22	trade secret; except that a manufacturer shall not refuse to make available
23	to an independent repair provider or owner any documentation, part,
24	embedded software, EMBEDDED SOFTWARE FOR AGRICULTURAL
25	EQUIPMENT, firmware, or tool necessary to provide services on grounds
26	that the documentation, part, embedded software, EMBEDDED SOFTWARE
27	FOR AGRICULTURAL EQUIPMENT, firmware, or tool itself is a trade secret.

1 (b) (II) A manufacturer may withhold information regarding a 2 component of, design of, functionality of, or process of developing a part, 3 embedded software, EMBEDDED SOFTWARE FOR AGRICULTURAL 4 EQUIPMENT, firmware, or a tool if the information is a trade secret and the 5 usability of the part, embedded software, EMBEDDED SOFTWARE FOR 6 AGRICULTURAL EQUIPMENT, firmware, or tool for the purpose of 7 providing services is not diminished. 8 (3) NEITHER an original equipment manufacturer NOR A DEALER 9 is not liable for faulty or otherwise improper repairs provided by 10 independent repair providers or owners, including faulty or otherwise 11 improper repairs that cause: 12 Damage to powered wheelchairs OR AGRICULTURAL (a) 13 EQUIPMENT that occur OCCURS during such repairs; 14 (c) An inability to use, or a reduced functionality of, a powered 15 wheelchair OR PIECE OF AGRICULTURAL EQUIPMENT resulting from the 16 faulty or otherwise improper repair. 17 **SECTION 4.** In Colorado Revised Statutes, 6-1-1504, amend (2); 18 and add(1)(a.5) as follows: 19 6-1-1504. Limitations. (1) Subject to subsection (2) of this 20 section, nothing in this part 15: 21 (a.5) AUTHORIZES AN INDEPENDENT REPAIR PROVIDER OR OWNER 22 TO: 23 (I) MAKE ANY MODIFICATION TO AGRICULTURAL EQUIPMENT THAT 24 PERMANENTLY DEACTIVATES A SAFETY NOTIFICATION SYSTEM; 25 (II) ACCESS ANY FUNCTION OF A TOOL THAT ENABLES THE 26 INDEPENDENT REPAIR PROVIDER OR OWNER TO CHANGE THE SETTINGS FOR 27 A PIECE OF AGRICULTURAL EQUIPMENT IN A MANNER THAT BRINGS THE

1	EQUIPMENT PERMANENTLY OUT OF COMPLIANCE WITH ANY APPLICABLE
2	FEDERAL, STATE, OR LOCAL SAFETY OR EMISSIONS LAW;
3	(III) EVADE EMISSIONS, COPYRIGHT, TRADEMARK, OR PATENT
4	LAWS; OR
5	(IV) ENGAGE IN ANY OTHER ILLEGAL EQUIPMENT MODIFICATION
6	ACTIVITIES;
7	(2) (a) Except as provided in subsection (2)(b) of this
8	SECTION, with respect to a contract or other arrangement, or renewal of
9	a contract or existing arrangement, that an original equipment
10	manufacturer enters into after January 1, 2023, any contract term,
11	provision, agreement, or language in the contract or arrangement that
12	waives, avoids, restricts, or limits the manufacturer's obligations under
13	this part 15 is void and unenforceable.
14	(b) IF AN AGRICULTURAL EQUIPMENT MANUFACTURER ENTERS
15	INTO, OR IS COVERED UNDER, A NATIONWIDE MEMORANDUM OF
16	UNDERSTANDING REGARDING A RIGHT TO REPAIR AGRICULTURAL
17	EQUIPMENT, THE MEMORANDUM OF UNDERSTANDING GOVERNS AN
18	OWNER'S RIGHT TO PROVIDE SERVICES, OR TO ENGAGE THE SERVICES OF AN
19	INDEPENDENT REPAIR PROVIDER, FOR THAT MANUFACTURER'S BRAND OF
20	AGRICULTURAL EQUIPMENT; EXCEPT THAT, IF COMPLIANCE WITH THE
21	MEMORANDUM OF UNDERSTANDING WOULD DENY THE OWNER THE RIGHT
22	TO ANY DOCUMENTATION, TOOLS, OR SOFTWARE NECESSARY FOR THE
23	DIAGNOSIS, MAINTENANCE, OR REPAIR OF THE OWNER'S AGRICULTURAL
24	EQUIPMENT, THE OWNER IS ENTITLED TO THE DOCUMENTATION, TOOLS, OR
25	SOFTWARE IN ACCORDANCE WITH THIS PART 15.
26	SECTION 5. In Colorado Revised Statutes, add 6-1-1505 as

27 <u>follows:</u>

1	6-1-1505. Federal legislation on right to repair agricultural
2	equipment - repeal - notice to revisor. This ARTICLE 15, AS AMENDED
3	BY HOUSE BILL 23-1011, ENACTED IN 2023, WILL BE REPEALED IF THE
4	UNITED STATES CONGRESS ENACTS FEDERAL LEGISLATION ESTABLISHING
5	A RIGHT TO REPAIR AGRICULTURAL EQUIPMENT. THE ATTORNEY GENERAL
6	SHALL NOTIFY THE REVISOR OF STATUTES IN WRITING OF THE DATE ON
7	WHICH THE CONDITION SPECIFIED IN THIS SECTION HAS OCCURRED BY
8	E-MAILING THE NOTICE TO REVISOROFSTATUTES.GA@COLEG.GOV. THIS
9	ARTICLE 15, AS AMENDED BY HOUSE BILL 23-1011, ENACTED IN 2023, IS
10	REPEALED, EFFECTIVE UPON THE DATE IDENTIFIED IN THE NOTICE THAT
11	THE FEDERAL LEGISLATION WAS ENACTED OR, IF THE NOTICE DOES NOT
12	SPECIFY THAT DATE, UPON THE DATE OF THE NOTICE TO THE REVISOR OF
13	STATUTES.
14	SECTION 6. Act subject to petition - effective date. This act
15	takes effect January 1, 2024; except that, if a referendum petition is filed
16	pursuant to section 1 (3) of article V of the state constitution against this

pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within the ninety-day period after final adjournment of the general assembly, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2024 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.

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