# <sup>111TH CONGRESS</sup> 2D SESSION **S. 3181**

To protect the rights of consumers to diagnose, service, maintain, and repair their motor vehicles, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

March 25, 2010

Mrs. BOXER (for herself and Mr. BROWNBACK) introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

# A BILL

- To protect the rights of consumers to diagnose, service, maintain, and repair their motor vehicles, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

#### **3** SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Motor Vehicle Owners"
- 5 Right to Repair Act of 2010".

#### 6 SEC. 2. FINDINGS AND PURPOSES.

- 7 (a) FINDINGS.—Congress makes the following find-
- 8 ings:

(1) Motor vehicle owners are entitled to choose
 which service provider will diagnose, service, main tain, or repair their motor vehicles.

4 (2) Promoting competition in price and quality
5 for the diagnosis of problems, service, maintenance,
6 and repair of motor vehicles will benefit consumers.

(3) Regular diagnosis, service, maintenance, 7 8 and repair of motor vehicles, motor vehicle equip-9 ment, and motor vehicle systems, such as pollution 10 control, transmission, antilock brakes, electronic and 11 mechanical systems, heating, air-conditioning, and 12 steering are essential to facilitating United States 13 mobility, minimizing fuel consumption, protecting 14 the environment, and enabling the highest possible 15 levels of safety in modern motor vehicles.

16 (4) Various kinds of computers have been inte-17 grated by manufacturers into motor vehicle equip-18 ment and motor vehicle systems. On-board computer 19 technology controls virtually all of the motor vehi-20 cle's systems, and only service technicians with the 21 necessary tools and information can access the computers to perform diagnosis, service, maintenance, 22 23 and repair of the motor vehicle.

24 (5) Manufacturers have provided their author-25 ized dealers and service providers with the informa-

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tion, tools, codes, and replacement equipment nec essary to diagnose problems and to service, main tain, and repair motor vehicles that incorporate com puters in their motor vehicle systems.

5 (6) Consumers in the United States have bene-6 fitted from the availability of a wide choice of service 7 providers for their motor vehicles. The United States 8 economy has also benefitted from the availability of 9 a tools and parts supply aftermarket that provides 10 jobs to more than 5,000,000 workers in approxi-11 mately 495,000 businesses, and generates approxi-12 mately \$200,000,000,000 in annual sales.

(7) New motor vehicles are being equipped with
systems that permit such vehicles to transmit repair
and diagnostic information wirelessly to the vehicle
manufacturer and repair facilities. Car owners have
the right to choose where and to whom information
generated by their vehicle and vehicle computers is
sent.

20 (b) PURPOSES.—The purposes of this Act are—

(1) to protect the rights of motor vehicle owners
to choose a service provider for the diagnosis, service, maintenance, and repair of their motor vehicles;
(2) to promote competition in price and quality
among service providers; and

(3) to promote safety and fuel efficiency by al lowing consumers to choose among competing service
 providers.

#### 4 SEC. 3. DEFINITIONS.

5 In this Act:

6 (1) ATTORNEY GENERAL OF A STATE.—The
7 term "attorney general of a State" means the attor8 ney general or other chief law enforcement officer of
9 a State.

10 (2) COMMERCE.—The term "commerce" has
11 the meaning given that term in section 4 of the Fed12 eral Trade Commission Act (15 U.S.C. 44).

(3) CONSUMER, MOTOR VEHICLE OWNER.—The
terms "consumer" and "motor vehicle owner" mean
any person who owns, leases, or otherwise has the
legal right to use and possess a motor vehicle, or the
agent of such person.

(4) DEALER, MANUFACTURER, MOTOR VEHICLE, MOTOR VEHICLE EQUIPMENT.—The terms
"dealer", "manufacturer", "motor vehicle", and
"motor vehicle equipment" have the meaning given
those terms in section 30102(a) of title 49, United
States Code.

1	(5) Replacement equipment.—The term
2	"replacement equipment" has the meaning given
3	that term in section $30102(b)(1)$ of such title.
4	(6) SERVICE PROVIDER.—The term "service
5	provider" means any person engaged in the diag-
6	nosis, service, maintenance, or repair of motor vehi-
7	cles or motor vehicle engines.
8	(7) TECHNICAL SERVICE BULLETIN.—The term
9	"technical service bulletin"—
10	(A) means a communication sent to a deal-
11	er about the diagnosis, service, maintenance or
12	repair of a motor vehicle or item of motor vehi-
13	cle equipment; and
14	(B) includes all communications sent to
15	the Secretary of Transportation under sub-
16	sections (f) and $(m)(3)(A)(ii)$ of section 30166
17	of title 49, United States Code.
18	SEC. 4. REQUIREMENTS OF MOTOR VEHICLE MANUFAC-
19	TURERS.
20	(a) DUTY TO DISCLOSE INFORMATION.—
21	(1) IN GENERAL.—The manufacturer of a
22	motor vehicle sold, leased, or otherwise introduced
23	into commerce in the United States shall provide to
24	the owner of the motor vehicle and the service pro-
25	vider of the motor vehicle, using reasonable business

1	means and on a non-discriminatory basis, all infor-
2	mation to diagnose, service, maintain, or repair the
3	motor vehicle.
4	(2) ELEMENTS.—The information required
5	under paragraph (1) with respect to a motor vehicle
6	shall include the following:
7	(A) Information about all safety alerts, re-
8	calls, service bulletins, and the adjustments
9	needed to maintain the efficiency, safety, and
10	convenience of the vehicle.
11	(B) All information of any kind provided
12	directly, indirectly, or wirelessly to new car
13	dealers or any repair facility to diagnose, serv-
14	ice, maintain, repair, activate, certify, or install
15	any motor vehicle equipment (including replace-
16	ment parts and equipment) in the motor vehi-
17	cle.
18	(b) DUTY TO MAKE TOOLS AVAILABLE.—The manu-
19	facturer of a motor vehicle sold, leased, or otherwise intro-
20	duced into commerce in the United States shall—
21	(1) offer for sale to the owner of the motor ve-
22	hicle and to all service providers on a reasonable and
23	non-discriminatory basis, any tool for the diagnosis,
24	service, maintenance, or repair of the motor vehicle;
25	and

1 (2) provide all information that enables after-2 market tool companies to manufacture tools with the 3 same functional characteristics as those tools made 4 available by the manufacturers to authorized dealers. 5 (c) REPLACEMENT EQUIPMENT.—The manufacturer 6 of a motor vehicle sold, leased, or otherwise introduced 7 into commerce in the United States shall offer for sale 8 to the owner of the motor vehicle and to all service pro-9 viders on reasonable and non-discriminatory terms, all 10 equipment for diagnosis, service, maintenance, or repair 11 of the motor vehicle.

12 (d) PROTECTION OF TRADE SECRETS.—

13 (1) IN GENERAL.—Except as provided in para-14 graph (2), nothing in this section may be construed 15 to require a manufacturer to disclose publicly infor-16 mation that, if made public, would divulge methods 17 or processes entitled to protection as trade secrets. 18 (2) EXCEPTION.—No information may be with-19 held by a manufacturer on the ground that it is a 20 trade secret if that information is provided (directly 21 or indirectly) to authorized dealers or service pro-22 viders.

#### 23 SEC. 5. ENFORCEMENT BY FEDERAL TRADE COMMISSION.

(a) IN GENERAL.—The Federal Trade Commissionshall enforce the provisions of this Act in the same man-

ner, by the same means, and with the same jurisdiction,
 powers, and duties as though all applicable terms and pro visions of the Federal Trade Commission Act (15 U.S.C.
 41 et seq.) were incorporated into and made part of this
 Act.

6 (b) UNFAIR OR DECEPTIVE ACTS OR PRACTICES.— 7 (1) VIOLATION OF A DUTY.—Any failure to 8 comply with the provisions of section 4 shall be 9 treated as an unfair method of competition and an 10 unfair or deceptive act or practice within the mean-11 ing of section 5(a)(1) of the Federal Trade Commis-12 sion Act (15 U.S.C. 45(a)(1)).

(2) VIOLATION OF A RULE.—A violation of a
rule prescribed under subsection (c) shall be treated
as a violation of a rule defining an unfair or deceptive act or practice prescribed under section
18(a)(1)(B) of the Federal Trade Commission Act
(15 U.S.C. 57a(a)(1)(B)).

19 (c) RULEMAKING.—

20 (1) IN GENERAL.—Except as provided in para21 graph (2), the Federal Trade Commission may pre22 scribe such rules as may be necessary to carry out
23 the provisions of this Act.

1 (2) LIMITATION.—The Federal Trade Commis-2 sion may not prescribe rules under this subsection 3 that—

4 (A) interfere with the authority of the Ad-5 ministrator of the Environmental Protection 6 Agency under section 202(m) of the Clean Air 7 Act (42 U.S.C. 7521(m)) with regard to motor 8 vehicle emissions control diagnostics systems; or 9 (B) conflict with rules prescribed by the 10 Administrator of the Environmental Protection 11 Agency.

#### 12 SEC. 6. ACTION BY STATES.

13 (a) IN GENERAL.—In any case in which the attorney general of a State has reason to believe that an interest 14 15 of the residents of the State has been or is threatened or adversely affected by the engagement of any person 16 17 subject to a provision of section 4 or a rule prescribed 18 under section 5(c) in a practice that violates such provi-19 sion or rule, the State may, as parens patriae, bring a 20 civil action on behalf of the residents of the State in an 21 appropriate district court of the United States or other 22 court of competent jurisdiction—

23 (1) to enjoin that practice;

24 (2) to enforce compliance with the provision or
25 rule;

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1	(3) to obtain damages, restitution, or other
2	compensation on behalf of residents of the State; or
3	(4) to obtain such other relief as the court con-
4	siders appropriate.
5	(b) RIGHTS OF FEDERAL TRADE COMMISSION.—
6	(1) NOTICE TO FEDERAL TRADE COMMIS-
7	SION.—
8	(A) IN GENERAL.—Except as provided in
9	subparagraph (C), the attorney general of a
10	State shall notify the Federal Trade Commis-
11	sion in writing of any civil action under sub-
12	section (a), prior to initiating such civil action.
13	(B) CONTENTS.—The notice required by
14	subparagraph (A) shall include a copy of the
15	complaint to be filed to initiate such civil ac-
16	tion.
17	(C) EXCEPTION.—If it is not feasible for
18	the attorney general of a State to provide the
19	notice required by subparagraph (A), the State
20	shall provide notice immediately upon insti-
21	tuting a civil action under subsection (a).
22	(2) INTERVENTION BY FEDERAL TRADE COM-
23	MISSION.—
24	(A) IN GENERAL.—Upon receiving notice
25	required by paragraph $(1)$ with respect to a

1	civil action, the Federal Trade Commission
2	may—
3	(i) intervene in such action; and
4	(ii) upon intervening—
5	(I) be heard on all matters aris-
6	ing in such civil action;
7	(II) remove the action to the ap-
8	propriate district court of the United
9	States; and
10	(III) file petitions for appeal of a
11	decision in such action.
12	(B) CONTINUED PARTICIPATION OF
13	STATES.—If the Federal Trade Commission re-
14	moves an action to the appropriate district
15	court of the United States under subparagraph
16	(A)(ii)(III), the State shall remain a party to
17	the action in such court.
18	(c) INVESTIGATORY POWERS.—Nothing in this sec-
19	tion may be construed to prevent the attorney general of
20	a State from exercising the powers conferred on such at-
21	torney general by the laws of such State to conduct inves-
22	tigations or to administer oaths or affirmations or to com-
23	pel the attendance of witnesses or the production of docu-
24	mentary and other evidence.

1 (d) PREEMPTIVE ACTION BY FEDERAL TRADE COM-2 MISSION.—If the Federal Trade Commission institutes a civil action or an administrative action to enforce a viola-3 4 tion of a rule prescribed under section 5(c), no State may, 5 during the pendency of such action, bring a civil action under subsection (a) against any defendant named in the 6 7 complaint of the Commission for violation of a rule pre-8 scribed under section 5(c) that is alleged in such com-9 plaint.

10 (e) Actions by Other State Officials.—

(1) IN GENERAL.—In addition to actions
brought by an attorney general of a State under
subsection (a), an action may be brought by officers
of a State who are so authorized.

(2) SAVINGS PROVISION.—Nothing contained in
this section may be construed to prohibit an authorized official of a State from proceeding in a court of
such State on the basis of an alleged violation of any
civil or criminal statute of such State.

# 20 SEC. 7. ACTION BY CONSUMERS AND SERVICE PROVIDERS.

In any case in which a consumer or service provider has reason to believe that an interest of the consumer or service provider is threatened or adversely affected by the engagement of any person subject to a provision of section 4 or a rule prescribed under section 5(c) in a practice that violates such provision or rule, the consumer or service
 provider may bring a civil action in an appropriate district
 court of the United States or other court of competent
 jurisdiction—

- 5 (1) to enjoin the practice;
- 6 (2) to enforce compliance with the provision or7 rule;

8 (3) to obtain damages or restitution, including
9 court costs and reasonable attorney and expert wit10 ness fees; or

(4) to obtain such other relief as the court con-siders appropriate.

# 13 SEC. 8. TECHNICAL SERVICE BULLETINS.

The Federal Trade Commission shall cooperate with
the Secretary of Transportation in preparing a technical
service bulletin that the Secretary intends to publish on
an Internet Web site of the Federal Government.

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