## 111TH CONGRESS 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 (1) Motor vehicle owners are entitled to choose 2 which service provider will diagnose, service, main-3 tain, or repair their motor vehicles.
  - (2) Promoting competition in price and quality for the diagnosis of problems, service, maintenance, and repair of motor vehicles will benefit consumers.
  - (3) Regular diagnosis, service, maintenance, and repair of motor vehicles, motor vehicle equipment, and motor vehicle systems, such as pollution control, transmission, antilock brakes, electronic and mechanical systems, heating, air-conditioning, and steering are essential to facilitating United States mobility, minimizing fuel consumption, protecting the environment, and enabling the highest possible levels of safety in modern motor vehicles.
  - (4) Various kinds of computers have been integrated by manufacturers into motor vehicle equipment and motor vehicle systems. On-board computer technology controls virtually all of the motor vehicle's systems, and only service technicians with the necessary tools and information can access the computers to perform diagnosis, service, maintenance, and repair of the motor vehicle.
  - (5) Manufacturers have provided their authorized dealers and service providers with the informa-

- tion, tools, codes, and replacement equipment necessary to diagnose problems and to service, maintain, and repair motor vehicles that incorporate computers in their motor vehicle systems.
  - (6) Consumers in the United States have benefitted from the availability of a wide choice of service providers for their motor vehicles. The United States economy has also benefitted from the availability of a tools and parts supply aftermarket that provides jobs to more than 5,000,000 workers in approximately 495,000 businesses, and generates approximately \$200,000,000,000,000 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.

## (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

- 1 (3) to promote safety and fuel efficiency by al-2 lowing consumers to choose among competing service 3 providers.
- 4 SEC. 3. DEFINITIONS.
- 5 In this Act:

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- 6 (1) ATTORNEY GENERAL OF A STATE.—The term "attorney general of a State" means the attor-7 8 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 Fed-12 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.
- 18 (4) Dealer, Manufacturer, motor vehi-19 CLE, MOTOR VEHICLE EQUIPMENT.—The terms "dealer", "manufacturer", "motor vehicle", and 20 "motor vehicle equipment" have the meaning given 22 those terms in section 30102(a) of title 49, United States Code. 23

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.
  - (2) ELEMENTS.—The information required under paragraph (1) with respect to a motor vehicle shall include the following:
    - (A) Information about all safety alerts, recalls, service bulletins, and the adjustments needed to maintain the efficiency, safety, and convenience of the vehicle.
    - (B) All information of any kind provided directly, indirectly, or wirelessly to new car dealers or any repair facility to diagnose, service, maintain, repair, activate, certify, or install any motor vehicle equipment (including replacement parts and equipment) in the motor vehicle.
- 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;

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- 1 (2) provide all information that enables after2 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.

## (d) Protection of Trade Secrets.—

- (1) In General.—Except as provided in paragraph (2), nothing in this section may be construed to require a manufacturer to disclose publicly information that, if made public, would divulge methods or processes entitled to protection as trade secrets.
  - (2) EXCEPTION.—No information may be withheld by a manufacturer on the ground that it is a trade secret if that information is provided (directly or indirectly) to authorized dealers or service providers.

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

24 (a) IN GENERAL.—The Federal Trade Commission 25 shall enforce the provisions of this Act in the same man-

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- 1 ner, by the same means, and with the same jurisdiction,
- 2 powers, and duties as though all applicable terms and pro-
- 3 visions of the Federal Trade Commission Act (15 U.S.C.
- 4 41 et seq.) were incorporated into and made part of this
- 5 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
- unfair or deceptive act or practice within the mean-
- ing of section 5(a)(1) of the Federal Trade Commis-
- 12 sion Act (15 U.S.C. 45(a)(1)).
- 13 (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 decep-
- 16 tive act or practice prescribed under section
- 17 18(a)(1)(B) of the Federal Trade Commission Act
- 18 (15 U.S.C. 57a(a)(1)(B)).
- 19 (c) Rulemaking.—
- 20 (1) In general.—Except as provided in para-
- 21 graph (2), the Federal Trade Commission may pre-
- 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
14	general of a State has reason to believe that an interest
15	of the residents of the State has been or is threatened
16	or adversely affected by the engagement of any person
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;

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	(e) 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-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.—
- 11 (1) IN GENERAL.—In addition to actions 12 brought by an attorney general of a State under 13 subsection (a), an action may be brought by officers 14 of a State who are so authorized.
- 15 (2) SAVINGS PROVISION.—Nothing contained in 16 this section may be construed to prohibit an author-17 ized official of a State from proceeding in a court of 18 such State on the basis of an alleged violation of any 19 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

- 1 violates such provision or rule, the consumer or service
- 2 provider may bring a civil action in an appropriate district
- 3 court of the United States or other court of competent
- 4 jurisdiction—
- 5 (1) to enjoin the practice;
- 6 (2) to enforce compliance with the provision or
- 7 rule;
- 8 (3) to obtain damages or restitution, including
- 9 court costs and reasonable attorney and expert wit-
- ness fees; or
- 11 (4) to obtain such other relief as the court con-
- siders appropriate.
- 13 SEC. 8. TECHNICAL SERVICE BULLETINS.
- 14 The Federal Trade Commission shall cooperate with
- 15 the Secretary of Transportation in preparing a technical
- 16 service bulletin that the Secretary intends to publish on
- 17 an Internet Web site of the Federal Government.

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