WEST VIRGINIA LEGISLATURE 2024 REGULAR SESSION

Introduced

Senate Bill 306

By Senators Hamilton and Deeds

[Introduced January 12, 2024; referred to the Committee on Agriculture and Natural Resources]

A BILL to amend the Code of West Virginia, 1931, as amended, by adding thereto a new article, designated §19-39-1, §19-39-2, §19-39-3, §19-39-4, §19-39-5, §19-39-6, §19-39-7, §19-39-8, §19-39-9, and §19-39-10, all relating to creating the Right to Repair Act; creating a short title; defining terms; establishing jurisdiction of the Commissioner of Agriculture; establishing requirements; establishing limitations; establishing prohibitions; providing for rulemaking; establishing violations; imposing civil penalties; authorizing civil actions, penalties, and injunctive relief; and providing for applicability and effective date of article.

Be it enacted by the Legislature of West Virginia:

ARTICLE 19. EQUIPMENT RIGHT TO REPAIR ACT.

§19-39-1. Short title.

This article shall be known and cited as the Equipment Right to Repair Act.

§19-39-2. Definitions.

As used in this article:

- (a) "Authorized repair provider" means a person or entity that has an arrangement for a definite or indefinite period in which a manufacturer grants, to a separate person or entity, a license to use a tradename, service mark, or related characteristic for purposes of offering the services of diagnosis, maintenance, or repair of equipment under the name of the original equipment manufacturer. An original equipment manufacturer who offers the services of diagnosis, maintenance, or repair of its own equipment, and who does not have an arrangement described in this subsection with an unaffiliated individual or business, shall be considered an authorized repair provider with respect to such equipment.
 - (b) "Commissioner" means the Commissioner of the Department of Agriculture.
- (c) "Documentation" means any manual, diagram, reporting output, service code description, schematic diagram, security codes, passwords, or other guidance or information used in effecting the services of diagnosis, maintenance, or repair of equipment.
 - (d) "Embedded software" means any programmable instructions provided on firmware,

15	and all relevant patches and fixes made by the manufacturer, delivered with equipment and used
16	for its operation. "Embedded software" includes a basic internal operating system, an internal
17	operating system, a machine code, an assembly code, a root code, a microcode, and other similar
18	components.
19	(e) "Equipment" means:
20	(1) For farm equipment: Equipment that is used or intended for use in a farm or ranch
21	operation, including, but not limited to, a combine, farm tractor, trailer, sprayer, tillage implement,
22	baler, engine, motor, other equipment used to plant, cultivate, irrigate, or harvest agricultural
23	products or to ranch, and attachments and repair parts for farm equipment, but excluding a motor
24	vehicle designed primarily for transporting persons or property on public roadways.
25	(2) For forestry equipment: Equipment that includes, but is not limited to, sawmill
26	operations, heavy forestry vehicles used in logging operations for felling, delimbing, skidding, and
27	processing logs, and includes attachments and repair parts for forestry equipment.
28	(3) For lawn and garden equipment: Equipment that includes, but is not limited to, lawn
29	mowers and tractors, yard power equipment, lawn and garden care equipment, and any tool or
30	equipment used for landscaping or working in gardens or yards.
31	(f) "Fair and reasonable terms" means, with respect to a part, tool, software, or
32	documentation offered by an original equipment manufacturer:
33	(1) For parts:
34	(A) Costs that are fair to both parties, considering the agreed-upon conditions, promised
35	quality, and timeliness of delivery. "Fair and reasonable" costs are subject to statutory and
36	regulatory limitations; and
37	(B) On terms that:
38	(i) Do not impose on an owner or an independent repair provider any substantial obligation
39	to use or any restriction on the use of the part to diagnose, maintain, or repair equipment sold,
40	leased, or otherwise supplied by the original equipment manufacturer, including a condition that

41	the owner or independent repair provider become an authorized repair provider of the original
42	equipment manufacturer, or a requirement that a part be registered, paired with, or approved by
43	the original equipment manufacturer or an authorized repair provider before such part is
44	operational; and
45	(ii) Prohibit an original equipment manufacturer from imposing any additional cost or
46	burden that is not reasonably necessary or is designed to be an impediment on the owner or
47	independent repair provider.
48	(2) For tools and documentation:
49	(A) Costs that are equivalent to the lowest actual cost for which the original equipment
50	manufacturer offers the tool, software, or documentation to an authorized repair provider, including
51	any discount, rebate, or other financial incentive offered to an authorized repair provider; and
52	(B) On terms that:
53	(i) Are equivalent to the most favorable terms under which an original equipment
54	manufacturer offers the part, tool, software, or documentation to an authorized repair provider,
55	including the methods and timeliness of delivery of the part, tool, software, or documentation;
56	(ii) Do not impose on an owner or an independent repair provider any substantial obligation
57	to use or any restriction on the use of the tool, software, or documentation to diagnose, maintain,
58	or repair equipment sold, leased, or otherwise supplied by the original equipment manufacturer,
59	including a condition that the owner or independent repair provider become an authorized repair
60	provider of the original equipment manufacturer, or a requirement that a tool be registered, paired
61	with, or approved by the original equipment manufacturer or an authorized repair provider before
62	such part or tool is operational; and
63	(iii) Prohibit an original equipment manufacturer from imposing any additional cost or
64	burden that is not reasonably necessary or is designed to be an impediment on the owner or
65	independent repair provider.
66	(3) For documentation: "Fair and reasonable terms" also means that the documentation is

67	made availa	ble by the original equipmen	t manufacturer	at no charge, ex	ccept that, when the
68	documentation	on is requested in physical prir	<u>ıted form, a cha</u>	arge may be includ	ed for the reasonable
69	actual costs	of preparing and sending the	сору.		
70	<u>(g) "F</u>	-irmware" means a software	program or	set of instructions	s programmed on a
71	hardware de	vice to allow the device to cor	nmunicate with	other computer ha	ardware.
72	<u>(h) "Ir</u>	ndependent repair provider" m	eans a person o	or business operat	ing in the state that is
73	not affiliated	with an original equipment ma	ınufacturer, or it	ts authorized repai	r provider, other than
74	through an a	rrangement with the manufact	urer, whether fo	or a definite or inde	finite period, which is
75	engaged in	the services of diagnosis,	maintenance,	or repair of equ	ipment, and related
76	attachments	and repair parts.			
77	<u>(i) "O</u>	riginal equipment manufacture	er" or "manufact	urer" means a bus	iness engaged in the
78	business of s	selling, leasing, or otherwise s	upplying new e	quipment manufac	tured by or on behalf
79	of itself, to ar	ny individual or business.			
80	<u>(j) "O</u>	wner" means an individual or	<u>business who c</u>	wns or leases equ	ipment purchased or
81	used in this s	state.			
82	<u>(k) "P</u>	art" means any replacement p	art, whether nev	w or used, made av	vailable by an original
83	equipment m	anufacturer to an authorized	epair provider f	for purposes of effo	ecting the services of
84	maintenance	or repair of equipment manu	factured by or c	on behalf of, sold, o	or otherwise supplied
85	by the origina	al equipment manufacturer.			
86	<u>(I) "To</u>	ools" means any software prog	ıram, hardware	implement, or other	er apparatus used for
87	diagnosis, m	aintenance, or repair of equ	pment, includir	ng software or oth	ner mechanisms that
88	provision, pr	ogram, or pair a new part,	calibrate functi	onality, or perforn	n any other function
89	required to b	ring the product back to fully f	<u>unctional condi</u>	tion, including any	updates.
90	<u>(m) "</u>	Trade secret" means the same	as defined in	18 U.S.C. § 1839(<u>3).</u>
	<u>§19-39-3.</u>	Jurisdiction	of	the	commissioner.
1	The o	commissioner is vested with	jurisdiction ov	er all aspects of	this article and has

exclusive authority to perform all acts necessary to implement this article.

§19-39-4. Requirements.

(a) A manufacturer of equipment sold or leased, offered for sale or lease, or used in this state shall make available to any independent repair provider and owner of equipment, on fair and reasonable terms, any documentation, parts, and tools required for the diagnosis, maintenance, or repair of the equipment, inclusive of any technical updates and corrections to embedded software or information. This requirement also applies to any attachments or parts for the equipment. The documentation, parts, and tools shall be made available to any independent repair provider and owner of equipment on the same conditions, and in the same time frame, as the manufacturer makes diagnostic, service, or repair documentation available to an authorized repair provider.

(b) For equipment, attachments, or parts that contain an electronic security lock or other security-related function, the original equipment manufacturer shall make available to any owner and independent repair provider, on fair and reasonable terms, any special documentation, tools, and parts needed to access and reset the lock or function when disabled in the course of diagnosis, maintenance, or repair of such equipment, attachments, or parts. Such documentation, tools, and parts may be made available through appropriate secure release systems.

<u>§19-39-5.</u> <u>Limitations.</u>

- (a) Nothing in this article shall require a manufacturer to divulge any trade secret to any owner or independent repair provider.
- (b) Nothing in this article shall abrogate, interfere with, contradict, or alter the terms of any authorized repair agreement executed and in force between an authorized repair provider and manufacturer, including, but not limited to, the performance or provision of warranty or recall repair work by an authorized repair provider on behalf of a manufacturer pursuant to the agreement, except that any provision in the agreement purporting to waive, avoid, restrict, or limit the manufacturer's or authorized repair provider's compliance with this article shall be void.
 - (c) A manufacturer or authorized repair provider shall not be required to provide an owner

10	or independent repair provider access to non-diagnostic and repair documentation provided by the				
11	manufacturer to an authorized repair provider pursuant to the terms of an authorizing agreement.				
12	(d) No original equipment manufacturer or authorized repair provider shall be liable for any				
13	damage or injury caused to any equipment, attachments, or parts by an independent repair				
14	provider or owner which occurs during the course of repair, diagnosis, or maintenance.				
	§19-39-6. Prohibitions.				
1	Independent repair providers and owners may not modify or disable any:				
2	(a) Software for horsepower or emission control systems installed on any new equipment,				
3	attachments, or parts sold, leased, or used in this state; or				
4	(b) Safety features installed on any new equipment, attachments, or parts sold, leased, or				
5	used in this state.				
	§19-39-7. Rulemaking.				
1	The commissioner shall propose rules for legislative approval and promulgate emergency				
2	rules in accordance with the provisions of §29A-3-1 et seq. of this code to implement this article,				
3	including establishing a mechanism for the administrative resolution of violations of this article and				
4	the assessment and collection of civil penalties by consent order or agreement as an alternative to				
5	instituting a civil action.				
	§19-39-8. Violations; civil penalties; injunctive relief.				
1	(a) Any manufacturer, authorized repair provider, independent repair provider, or owner				
2	that violates any provision of this article or rule promulgated hereunder is liable for a civil penalty of				
3	not less than \$1,000 for each violation. Each day a violation continues after notice by the				
4	commissioner constitutes a separate violation. The penalty may be recovered by a civil action				
5	brought by the commissioner, in the name of the state, in the circuit court of Kanawha County or in				
6	the circuit court of the county in which the violation occurred or is occurring.				
7	(b) Upon application by the commissioner, the circuit courts of the state or the judges				
8	thereof in vacation may by injunction, compel compliance with, and enjoin any violation of this				

article or rule promulgated hereunder or the terms and conditions of any consent order or agreement. The court or the judge thereof in vacation may issue a temporary or preliminary injunction in any case pending a decision on the merits of any injunction application filed.

Notwithstanding any other provision of this code to the contrary, the state is not required to furnish bond as a prerequisite to obtaining injunctive relief under this article. An application for an injunction under the provisions of this section may be filed and injunctive relief granted notwithstanding that all the administrative remedies provided for in this article or rule have not been pursued or invoked against the person or persons against whom such relief is sought.

(c) Legal counsel and services for the commissioner in all civil penalty and injunction proceedings in the circuit court and in the Supreme Court of Appeals of this state shall be provided by the Attorney General or his or her assistants and by the prosecuting attorneys of the several counties as well, all without additional compensation, or the commissioner, with the written approval of the Attorney General, may employ counsel to represent him or her in a particular proceeding.

§19-39-9. Applicability.

1 This bill applies to equipment, attachments, and parts sold, leased, or in use in this state on 2 and after the effective date of this article.

<u>§19-39-10.</u> <u>Effective</u> <u>date.</u>

This article shall take effect on July 1, 2024.