WEST VIRGINIA LEGISLATURE

2024 REGULAR SESSION

Introduced

Senate Bill 802

By Senators Hamilton, Caputo, Deeds, Hunt, Karnes,

Martin, Plymale, Stover, Swope, Woelfel, and Taylor

[Introduced February 15, 2024; referred

to the Committee on Agriculture and Natural

Resources]

A BILL to amend and reenact §46A-6A-2 of the Code of West Virginia, 1931, as amended; and to
amend and reenact §47-11F-8 of said code, all relating to Consumer Protection—New
Motor Vehicle Warranties and the Farm Equipment Dealer Contract Act; including in the
definition of "motor vehicle" a self-propelled vehicle designed primarily for, and used in, the
occupation or business of farming, with a horsepower unit of 20 or greater; and the right to
bring an action for breach of warranty involving a self-propelled vehicle designed primarily
for, and used in, farming.

Be it enacted by the Legislature of West Virginia:

CHAPTER 46A. WEST VIRGINIA CONSUMER CREDIT AND PROTECTION ACT.

ARTICLE 6A. CONSUMER PROTECTION--NEW MOTOR VEHICLE WARRANTIES. §46A-6A-2. Definitions.

When used in this article, the following words, terms, and phrases shall have the meaning
 ascribed to them, except where the context indicates a different meaning:

3 (1) "Consumer" means:

1

(A) The purchaser, other than for purposes of resale, of a new motor vehicle used primarily
for personal, family, or household purposes, a person to whom the new motor vehicle is
transferred for the same purposes during the duration of an express warranty applicable to the
motor vehicle, and any other person entitled by the terms of the warranty to enforce the obligations
of the warranty; or

9 (B) The purchaser, other than for purposes of resale, of a new vehicle described in 10 paragraph (B), subdivision (4) of this section a person to whom the new vehicle is transferred 11 during the duration of an express warranty applicable to the vehicle, and any other person entitled 12 by the terms of the warranty to enforce the obligations of the warranty;

1

Intr SB 802

(2) "Manufacturer" means a person engaged in the business of manufacturing,
assembling, or distributing motor vehicles, who will, under normal business conditions during the
year, manufacture, assemble, or distribute to dealers at least 10 new motor vehicles;

(3) "Manufacturer's express warranty" and "warranty" mean the written warranty of the
 manufacturer of a new motor vehicle of its condition and fitness for use, including any terms or
 conditions precedent to the enforcement of obligations under that warranty; and

19 (4) "Motor vehicle" means:

(A) Any passenger automobile purchased in this state or registered and titled in this state,
including any pickup truck or van registered as a Class A motor vehicle under the provisions of
§17A-10-1 *et seq.* of this code, and any self-propelled motor vehicle chassis of a motor home
registered as a Class A or Class B motor vehicle under the provisions of §17A-10-1 *et seq.* of this
code; or

(B) Any self-propelled vehicle designed primarily for, and used in, the occupation or
business of farming, with a horsepower unit of 35 <u>20</u> or greater.

CHAPTER 47. REGULATION OF TRADE.

ARTICLE 11F. FARM EQUIPMENT DEALER CONTRACT ACT. §47-11F-8. Civil remedies applicable.

1 (a) The provisions of any agreement to the contrary notwithstanding, if a supplier fails or 2 refuses without just cause to repurchase any inventory or portion thereof when required to do so 3 under the provisions of this article within the time periods prescribed thereby, such supplier shall 4 be civilly liable for: (i) (1) 100 percent of the current net price of the inventory or portion thereof not 5 repurchased; (ii) (2) the amount the dealer paid for freight costs from the supplier's location to the 6 dealer's location; (iii) (3) the reasonable cost of assembly performed by the dealer; (iv) (4) 7 reasonable attorney's fees and court costs incurred by the dealer in requiring the supplier to 8 comply with this article of the code; and (\vee) (5) interest on the current net price of the inventory or

2

Intr SB 802

9 portion thereof not repurchased, computed at the prime rate of interest commencing the 91st day
10 after termination of the contract agreement, and recomputed quarterly thereafter.

(b) Any person who suffers monetary loss due to a violation of this article or because he or
she refuses to accede to a proposal for an arrangement that, if consummated, is in violation of this
article, may bring civil action to enjoin further violation and to recover damages sustained by him or
her together with the costs of the suit, including reasonable attorney's fees and court costs.

(c) In the event of <u>If there is a</u> failure to provide the required notice of termination or otherwise comply with provisions of this article, the supplier shall be civilly liable for the dealer's loss of business for the time period the supplier is in violation of the notice of termination provisions of the article, plus reasonable attorney's fees and court costs.

(d) The provisions of this section are in addition to all legal or equitable remedies available
at law, as well as any remedies available pursuant to any agreement between the supplier and
dealer.

(e) A civil action commenced under the provisions of this article may be brought until the
 expiration of five years after the violation complained of is or reasonably should have been
 discovered, whichever occurs first.

(f) Subsection (e) of this section applies if a supplier fails or refuses to repurchase a self propelled vehicle designed for farm use, which is the subject of the contract, with a horse power
 unit of 20 or greater, and which vehicle is defined in §46A-6A-2 of this code as a "motor vehicle" for
 purposes the Consumer Protection – New Motor Vehicle Warranties, that has an issue which is not
 corrected after being returned to the supplier three times.

3