#### THE SENATE THIRTY-SECOND LEGISLATURE, 2024 STATE OF HAWAII

#### S.B. NO. 2700

JAN 1 9 2024

### A BILL FOR AN ACT

RELATING TO THE RIGHT TO REPAIR.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. The Hawaii Revised Statutes is amended by
2	adding a new chapter to be appropriately designated and to read
3	as follows:
4	"CHAPTER
5	RIGHT TO REPAIR ACT
6	<b>§ -1 Definitions.</b> As used in this chapter:
7	"Alarm system" means an assembly of equipment and devices
8	arranged to detect a hazard or signal the presence of an
9	off-normal situation. "Alarm system" does not include fire
10	protection systems.
11	"Antenna" means a resonant device designed to capture
12	electromagnetic energy transmitted by direct satellite or
13	commercial radio or television broadcasting facilities and that
14	is not a part of an electronic set and is to be located outside
15	or in the attic of a residence.
16	"Appliance" or "major home appliance" includes any
17	refrigerator, freezer, range, microwave oven, washer, dryer,

1 dishwasher, trash compactor, or air-conditioner unit normally 2 used or sold for personal, family, household, or home office 3 use, or use in private motor vehicles. "Authorized repair provider" includes: 4 (1) An individual or business that is unaffiliated with a 5 manufacturer and that has an arrangement with the 6 7 manufacturer, for a definite or indefinite period, under which the manufacturer grants to the individual 8 9 or business a license to use a trade name, service 10 mark, or other proprietary identifier to offer 11 diagnostic, maintenance, or repair services for 12 electronic or appliance products under the name of the 13 manufacturer or an arrangement with the manufacturer 14 to offer diagnostic, maintenance, or repair services 15 for electronic or appliance products on behalf of the 16 manufacturer; and 17 (2) A manufacturer that offers to provide diagnostic, 18 maintenance, or repair services for electronic or 19 appliance products manufactured by or on behalf of, or 20 sold or otherwise supplied by, an original equipment 21 manufacturer, and that does not have an intellectual



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1 property arrangement with an unaffiliated individual 2 or business.

<sup>3</sup> "Documentation" means any electronic or appliance product
<sup>4</sup> manual, diagram, reporting output, service code description,
<sup>5</sup> schematic, or similar information that is used by an authorized
<sup>6</sup> repair provider in effecting the provision of diagnostic,
<sup>7</sup> maintenance, or repair services for the electronic or appliance
<sup>8</sup> product.

9 "Electronic or appliance product" or "product" means an 10 electronic set, an appliance, an antenna, or a rotator that is 11 used or sold in the State for which the manufacturer makes 12 available tools, parts, and documentation to authorized repair 13 providers. "Electronic or appliance product" or "product" 14 includes any electronic set, appliance, antenna, or rotator sold 15 to any school, business, local government, or in other methods 16 outside of direct retail sale. "Electronic or appliance product" or "product" does not include: 17

18 (1) Equipment or repair parts;

19 (2) Alarm systems, including a fire protection system, or
 20 any components thereof; or

21 (3) Video game consoles.



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1	"Electronic set" includes any television, radio, audio or		
2	video recorder or playback equipment, video camera, video game,		
3	video moni	tor, computer system, photocopier, or facsimile	
4	machine normally used or sold for personal, family, household,		
5	or home office use.		
6	"Equi	pment" means all-terrain vehicles and other machinery,	
7	equipment,	implements, or attachments used for, or in connection	
8	with:		
9	(1)	Lawn, garden, golf course, landscaping, or grounds	
10		maintenance;	
11	(2)	Planting, cultivating, irrigating, harvesting, and	
12		producing agricultural or forestry products;	
13	(3)	Raising, feeding, or tending to, or harvesting	
14		products from, livestock and any other activity in	
15		connection with the activities described in this	
16		paragraph; or	
17	(4)	Industrial, construction, maintenance, mining, or	
18		utility activities or applications, including material	
19		handling equipment.	



1 "Equipment" does not include any self-propelled vehicle designed 2 primarily for the transportation of persons or property on a 3 street or highway. 4 "Fair and reasonable terms" with respect to: 5 (1) Obtaining a part, tool, or documentation, means at 6 costs and upon terms that are equivalent to the most 7 favorable costs and terms under which the manufacturer 8 offers the part, tool, or documentation to an 9 authorized repair provider, accounting for any 10 discount, rebate, convenient and timely means of 11 delivery, means of enabling fully restored and updated 12 functionality, rights of use, or other incentive or 13 preference the manufacturer offers to an authorized 14 repair provider; 15 (2) Documentation requested in physical printed form, 16 including any relevant documentation updates, means 17 only the reasonable actual costs of preparing and 18 sending the physical documentation; 19 (3) Documentation not requested in physical printed form, 20 including any relevant documentation updates, means at 21 no charge;



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1	(4)	Tool requested in physical form, means only the	
2		reasonable actual costs of preparing and sending the	
3		tool;	
4	(5)	Tool not requested in physical form, including any	
5		relevant documentation updates, means at no charge and	
6		without imposing impediments to access or use of the	
7		tools to diagnose, maintain, or repair and enable full	
8		functionality of the product, or in a manner that	
9		impairs the efficient and cost-effective performance	
10		of the diagnosis, maintenance, or repair; and	
11	(6)	A manufacturer that does not use an authorized repair	
12		provider, means at a price that reflects the actual	
13		cost to the manufacturer to prepare and deliver the	
14		part, tool, or documentation, exclusive of any	
15		research and development costs incurred.	
16	"Man	ufacturer" means a business engaged in the business of	
17	selling o	r leasing to any individual or business new electronic	
18	or appliance products.		
19	"Par	t" means any new or used replacement part or assembly	
20	of parts :	made available by a manufacturer to an authorized	



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repair provider to facilitate the maintenance or repair of a
 product sold by the manufacturer.

3 "Repair parts" means all parts and products related to the
4 service or repair of equipment. "Repair parts" includes
5 superseded parts.

6 "Rotator" with respect to an antenna installation or
7 repair, means an electromechanical device operated from a remote
8 location to rotate an antenna on a horizontal plane that is not
9 a part of an electronic set and is to be located outside or in
10 the attic of a residence.

II "Service dealer" means a person who, for compensation, engages in, or holds itself out to the public as offering services in the business of:

- 14 (1) Repairing, servicing, or maintaining an electronic set
  15 normally used or sold for personal, family, household,
  16 or home office use;
- 17 (2) Installing, repairing, servicing, or maintaining
  18 equipment or a burglar alarm system for use in private
  19 motor vehicles;
- 20 (3) Installing, repairing, servicing, or maintaining
   21 television or radio receiver antennas, rotators, and



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1 accessories or direct satellite signal receiving
2 equipment located on or adjacent to a residence and
3 not involving a function that is subject to and
4 regulated under chapter 444; or

5 (4) Repairing, servicing, or maintaining major appliances. "Tool" means any software program, hardware, or other 6 7 apparatus made available by a manufacturer of an electronic or 8 appliance product to an authorized repair provider for the 9 diagnosis, maintenance, or repair of the product. "Tool" 10 includes software or other mechanisms that provision, program, 11 pair a part, provide or calibrate functionality, or perform any 12 other function required to repair a product or part thereof back 13 to fully functional condition, including any updates.

14 "Trade secret" shall have the same meaning as in 15 section 482B-2.

16 "Video game console" means a computing device, including 17 any components and peripherals thereof, that is primarily used 18 by consumers for playing video games. "Video game console" 19 includes a console machine, a handheld console device, or 20 another device or system. "Video game console" does not include





1 a general or an all-purpose computer, including a desktop 2 computer, laptop, tablet, or cell phone. 3 -2 Requirements. (a) Notwithstanding any other law S 4 to the contrary, each manufacturer of an electronic or appliance 5 product that is sold to the retailer or any other person or 6 business outside of direct retail sale at a wholesale price of: 7 (1) Not less than \$50 and not more than \$99.99 shall make 8 available to each applicable owner of the product, 9 service and repair facility, and service dealer, 10 sufficient documentation and functional parts and 11 tools, including any updates thereof, on fair and 12 reasonable terms, to effect the diagnosis, 13 maintenance, or repair of a product for at least three 14 years after the last date that a product model or type 15 was manufactured, regardless of whether the three-year 16 period exceeds the warranty period for the product;

**17** and

18 (2) More than \$99.99 shall make available to each
19 applicable owner of the product, service and repair
20 facility, and service dealer, sufficient documentation
21 and functional parts and tools, including any updates



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thereof, on fair and reasonable terms, to effect the diagnosis, maintenance, or repair of a product for at least seven years after the last date that a product model or type was manufactured, regardless of whether the seven-year period exceeds the warranty period for the product.

7 (b) Before repairing an electronic or appliance product,
8 any service and repair facility or service dealer that is not an
9 authorized repair provider of a manufacturer shall:

10 (1) Provide to the customer seeking the repair a written
11 notice that informs the customer that the service and
12 repair facility is not an authorized repair provider
13 for the product; and

(2) Disclose to the customer seeking the repair whether 14 15 the service and repair facility uses any used 16 replacement parts or replacement parts provided by a 17 supplier other than the manufacturer of the product. -3 Limitations and exclusions. (a) This chapter 18 S 19 shall not apply if the manufacturer provides an equivalent or 20 better, readily available replacement electronic or appliance

21 product at no charge to the customer.



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1 (b) Nothing in this chapter shall be construed as 2 requiring: 3 (1) A manufacturer to divulge a trade secret or license 4 any intellectual property, including copyrights or 5 patents, except to the extent necessary for the 6 manufacturer to comply with the requirements of this 7 chapter; 8 (2) The distribution of a product's source code; 9 (3) A manufacturer to make available special 10 documentation, tools, and parts that would disable or 11 override any antitheft security measures set by the 12 owner of the product without the owner's 13 authorization; 14 (4) A manufacturer to sell service parts if the service 15 parts are no longer provided by the manufacturer or 16 made available to an authorized repair provider; or 17 (5) A manufacturer that is considered an authorized repair 18 provider to make available any documentation or tools: 19 (A) That the manufacturer uses only to perform, at no 20 cost, virtual diagnostic services through 21 telephone, internet, chat, email, or other



1 similar means that do not involve the 2 manufacturer physically handling the customer's 3 electronic or appliance product, unless the manufacturer makes the documentation or tools 4 available to an individual or business that is 5 6 unaffiliated with the manufacturer; or 7 (B) Used exclusively for repairs completed by 8 machines that operate on several electronic or 9 appliance products simultaneously, if the 10 manufacturer makes available to any owner of the 11 product, service and repair facility, or service 12 dealer sufficient alternative documentation and 13 tools to effect the diagnosis, maintenance, or 14 repair of the electronic or appliance product. 15 S -4 Limitation on liability. No manufacturer or 16 authorized repair provider shall be liable for any damage or 17 injury caused to any electronic or appliance product, person, or 18 property that occurs as a result of diagnosis, maintenance, 19 repair, or modification performed by a service dealer or owner, 20 including:



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Any indirect, incidental, special, or consequential 1 (1) 2 damages except to the extent that the damages are due 3 to a design defect or manufacturing flaw that existed 4 before, or independent of, the repair, diagnosis, maintenance, or modification performed pursuant to 5 6 this chapter; 7 Any loss of data, privacy, or profit; or (2) 8 (3) Any inability to use, or reduced functionality of, the 9 electronic or appliance product. 10 -5 Remedies. (a) Any person or entity that knows or S 11 reasonably should know that the person or entity is violating 12 this chapter shall be fined: 13 \$1,000 per day for the first violation of this (1) 14 chapter; \$2,000 per day for the second violation; and 15 (2) 16 \$5,000 per day for any subsequent violations; (3) 17 provided that the fines shall be imposed within three years from 18 the date of the alleged violation. 19 (b) Any fines collected pursuant to subsection (a) shall 20 be collected in a civil action brought by the attorney general



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1 the director of the office of consumer protection on behalf of 2 the State."

3 SECTION 2. This Act does not affect rights and duties that
4 matured, penalties that were incurred, and proceedings that were
5 begun before its effective date.

6 SECTION 3. This Act shall take effect upon its approval.

INTRODUCED BY:



#### Report Title:

Right to Repair; Products; Appliances; Repairs; Manufacturers; Authorized Repair Providers

#### Description:

Requires manufacturers of certain products and appliances to make available to any applicable product or appliance owners, service and repair facilities, and service dealers, on fair and reasonable terms, the documentation, parts, and tools used to diagnose, maintain, and repair the product or appliance.

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