HOUSE BILL NO. 18

INTRODUCED BY HARRINGTON, DOZIER, DAILY, PAVLOVICH, KEENAN, LYNCH, STIMATE

IN THE	HOUSE
January 3, 1983	Introduced and referred to Committee on Business and Industry.
January 4, 1983	On motion by Chief Sponsor Representatives Dozier, Daily, et al., were added as authors to the prefiled bill.
January 20, 1983	Committee recommend bill do pass as amended. Report adopted.
	Bill printed and placed on members' desks.
January 22, 1983	Second reading, do pass as amended.
January 24, 1983	Correctly engrossed.
January 25, 1983	Third reading, passed. Transmitted to Senate.
IN THE	SENATE
January 26, 1983	Introduced and referred to Committee on Business and Industry.
March 2, 1983	Committee recommend bill be concurred in as amended. Report adopted.

March 4, 1983

March 7, 1983

Second reading, concurred in.

Third reading, concurred in. Ayes, 47; Noes, 1.

IN THE HOUSE

March 7, 1983

Returned to House with

amendments.

March 9, 1983

March 10, 1983

Second reading, amendments

concurred in.

Third reading, amendments

concurred in.

Sent to enrolling.

Reported correctly enrolled.

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1	HOUSE BILL NO. 18
2	INTRODUCED BY HARRINGTON
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4	A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING A
5	MANUFACTURER TO HONOR THE EXPRESS WARRANTY ON A NEW MOTOR
6	VEHICLE: PROVIDING FOR REPLACEMENT OF OR REFUND FOR A NEW
7	MOTOR VEHICLE THAT DOES NOT CONFORM TO ITS WARRANTY AFTER A
8	REASONABLE NUMBER OF ATTEMPTS HAVE BEEN MADE TO CONFORM THE
9	VEHICLE TO ITS WARRANTY; EXTENDING THE WARRANTY PERIOD
	BECAUSE OF DELAYS CAUSED BY DISASTERS; AND ALLOWING OTHER
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11	REMEDIES.
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13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
14	Section 1. Definitions. For purposes of this [act].
15	the following definitions apply:
16	(1) "Consumer" means the purchaser, other than for
17	purposes of resale, of a motor vehicle, any person to whom
18	the motor vehicle is transferred during the duration of an
19	express warranty applicable to the motor vehicle, or any
20	other person entitled by the terms of the warranty to the
21	benefits of its provisions.
22	(2) "Motor vehicle" means a vehicle propelled by its
23	own power, designed primarily to transport persons or
24	property upon the public highways, and sold in this state.

(3) "Warranty period" means the term of an express

1	agreement or the period ending 1 year after the date of the
2	original delivery to the consumer of a new motor vehicle,
3	whichever is earlier.
4	Section 2. Warranty enforceable. If a consumer
5	notifies the manufacturer or its agent or authorized dealer
6	during the warranty period that a new motor vehicle does not
7	conform to all applicable express warranties, the repairs
8	necessary to conform the new motor vehicle to the express
9	warranties shall be made by or at the expense of the
10	warrantor, regardless of the expiration of the warranty
11	period after notification of nonconformity is given by the
12	consumer.
13	Section 3. Replacement for nonconformity. (1) If after
14	a reasonable number of attempts the manufacturer or its
15	agent or authorized dealer is unable, during the warranty
16	period, to conform the new motor vehicle to any applicable
17	express warranty by repairing or correcting any defect or
18	condition that substantially impairs the use and value of
19	the motor vehicle to the consumer, the manufacturer shall
20	replace it with a new motor vehicle of the same model and
21	style and of equal value.
22	(2) As an alternative to replacement, the manufacturer

may accept return of the new motor vehicle from the consumer

upon refund to him of the full purchase price, including all

collateral charges less a reasonable allowance for the

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consumer's use of the motor vehicle. The refund shall be paid to the consumer and to a lienholder, if any, in proportion to their interests. A reasonable allowance for use is an amount directly attributable to use by the consumer prior to his first report of the nonconformity to the manufacturer, agent, or dealer and during any subsequent period when the vehicle is not out of service because of nonconformity.

Section 4. Reasonable number of attempts. A reasonable number of attempts to conform a new motor vehicle to the applicable express warranties is presumed to have been made for purposes of [section 3(1)] if:

- (1) the same nonconformity has been subject to repair four or more times by the manufacturer or its agent or authorized dealer during the warranty period but the nonconformity continues to exist; or
- (2) the vehicle is out of service because of the nonconformity for a cumulative total of 30 or more days during the warranty period after notification of the manufacturer, agent, or dealer.

Section 5. Warranty extension. The warranty period of an express warranty is extended to equal the time that repair services are not available because of war or invasion or because of strike or fire, flood, or other natural disaster.

Section 6. Provisions nonexclusive. The provisions of this [act] do not limit the rights or remedies available to a consumer under any other law.

Section 7. Exhaustion of remedies under federal law.

The provisions of [section 3] are not applicable against a manufacturer who has established an informal dispute settlement procedure in compliance with the provisions of Title 16. Code of Federal Regulations, part 703, as those provisions read on October 1, 1983, unless the consumer has first resorted to that procedure without satisfaction.

-End-

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Approved by Committee on Business and Industry

l	HOUSE BILL NO. 18
2	INTRODUCED BY HARRINGTON, DOZIER, DAILY,
3	PAVLOVICH, KEENAN, LYNCH, STIMATZ
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING
5	MANUFACTURER TO HONOR THE EXPRESS WARRANTY ON A NEW MOTO
7	VEHICLE; PROVIDING FOR REPLACEMENT OF OR REFUND FOR A NE
3	MOTOR VEHICLE THAT DOES NOT CONFORM TO ITS MARRANTY AFTER
9	REASONABLE NUMBER OF ATTEMPTS HAVE BEEN MADE TO CONFORM TH

12 REMEDIES: EXEMPTING A DEALER EROM LIABILITY: AND PROVIDING

13 AN APPLICABILITY DATE-"

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Definitions. For purposes of this [act], the following definitions apply:

VEHICLE TO ITS WARRANTY: EXTENDING THE WARRANTY PERIOD

BECAUSE OF DELAYS CAUSED BY DISASTERS; AND ALLOWING OTHER

(1) "Consumer" means the purchaser, other than for purposes of resale, of a motor vehicle THAT HAS NOT BEEN BROUGHT INTO MONCONFORMITY AS THE RESULT OF ABUSE, MEGLECT. UR UNAUTHORIZED MODIFICATIONS OR ALTERATIONS BY THE PURCHASER, any person to whom the motor vehicle is transferred during the duration of an express warranty applicable to the motor vehicle, or any other person entitled by the terms of the warranty to the benefits of its

provisions.

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- 2 (2) "Motor vehicle" means a vehicle propelled by its
 3 own power, designed primarily to transport persons or
 4 property upon the public highways, and sold in this state.
- 5 (3) "Warranty period" means the term of an express
 6 agreement or the period ending I year after the date of the
 7 original delivery to the consumer of a new motor vehicle;
 8 whichever is earlier.
- Section 2. Warranty enforceable. If a 10 notifies IN MRITING the manufacturer or its agent or 11 euthorized-dealer during the warranty period that a new 12 motor vehicle does not conform to all applicable express 13 warranties, the repairs necessary to conform the new motor 14 vehicle to the express warranties shall be made by or at the 15 expense of the warrantor, regardless of the expiration of 16 the warranty period after notification of nonconformity is 17 given by the consumer.
 - Section 3. Replacement for nonconformity. (1) If after a reasonable number of attempts the manufacturer or its agent or authorized dealer is unable, during the warranty period, to conform the new mutor vehicle to any applicable express warranty by repairing or correcting any defect or condition that substantially impairs the use and MARKET value OR SAFETY of the motor vehicle to the consumer, the manufacturer shall replace it with a new motor vehicle of

REASONS OF LACK OF AVAILABILITY. SUCH REPLACEMENT IS

the same model and style and of equal values UNLESS. FOR

- 3 IMPOSSIBLE: WITH A VEHICLE OF COMPARABLE MARKET VALUE.
- 4 (2) As an alternative to replacement, the manufacturer
 - may accept return of the new motor vehicle from the consumer upon refund to him of the full purchase price, including all
- 7 sallaberal-phoson Sairs Tay, include the province
- 7 collateral-charges <u>SALES TAX. LICENSE FEE. REGISTRATION</u>
- 8 <u>FEES. AND ANY SIMILAR GOVERNMENTAL CHARGES</u> less a reasonable
 - allowance for the consumer's use of the motor vehicle. The
 - refund shall be paid to the consumer and to a lienholder, if
- 11 any, in proportion to their interests. A reasonable
- 12 allowance for use is an amount directly attributable to use
- 13 by the consumer AND ANY PREVIOUS CONSUMERS prior to his
 - first MRIIIEN report of the nonconformity to the
- 15 manufacturery-ogenty-or-dealer OR ITS AGENT and during any
- 16 subsequent period when the vehicle is not out of service
- 17 because of nonconformity.

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- 18 Section 4. Reasonable number of attempts. A reasonable
 - number of attempts to conform a new motor vehicle to the
 - applicable express warranties is presumed to have been made
- 21 for purposes of [section 3(1)] if:
- 22 (1) the same nonconformity has been subject to repair
- 23 four or more times by the manufacturer or its agent or
- 24 authorized dealer during the warranty period but the

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25 nonconformity continues to exist; or

- 1 (2) the vehicle is out of service because of the
 2 nonconformity for a cumulative total of 30 or more <u>BUSINESS</u>
 3 days during the warranty period after notification of the
 4 manufacturer, agent, or dealer.
- Section 5. Warranty extension. The warranty period of
 an express warranty is extended to equal the time that
 repair services are not available because of war or invasion
 or because of strike or fire, flood, or other natural
 disaster. The PRESUMPTION PROVIDED HEREIN MAY NOT APPLY
 AGAINST A MANUFACTURER WHO HAS NOT RECEIVED PRIOR MRITTEN
 NOTIFICATION FROM OR ON BEHALF OF THE CONSUMER AND HAS NOT
 HAD AN OPPORTUNITY TO CURE THE ALLEGED DEFECT.
- Section 6. Provisions nonexclusive. The provisions of this [act] do not limit the rights or remedies available to a consumer under any other law.
- Section 7. Exhaustion of remedies under federal law17 The provisions of [section 3] are not applicable against a
 18 manufacturer who has established an informal dispute
 19 settlement procedure in <u>SUBSTANTIAL</u> compliance with the
 20 provisions of Title 16, Code of Federal Regulations, part
 21 703, as those provisions read on October 1, 1983, unless the
 22 consumer has first resorted to that procedure without
- 24 THERE IS A NEW MCA SECTION THAT READS:

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satisfaction.

25 Section 8. Dealer exemption. Nothing in [this act]

HB 18

- 1 imposes any liability on a dealer or creates a cause of
- 2 action by a consumer against a dealer under section 3.
- 3 SECTION 9. APPLICABILITY. [THIS ACT] APPLIES ONLY TO
- COVERED MOTOR VEHICLES PURCHASED AFTER OCTOBER 1. 1983.

-End-

	HOUSE BILL NO. 18
!	INTRODUCED BY HARRINGTON, DOZIER, DAILY,
r	PAVLDVICH, KEENAN, LYNCH, STIMATZ

A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING A MANUFACTURER TO HONOR THE EXPRESS WARRANTY ON A NEW MOTOR VEHICLE; PROVIDING FOR REPLACEMENT OF OR REFUND FOR A NEW MOTOR VEHICLE THAT DOES NOT CONFORM TO ITS WARRANTY AFTER A REASONABLE NUMBER OF ATTEMPTS HAVE BEEN MADE TO CONFORM THE VEHICLE TO ITS WARRANTY; EXTENDING THE WARRANTY PERIOD BECAUSE OF DELAYS CAUSED BY DISASTERS; AND ALLOWING OTHER REMEDIES; EXEMPTING A DEALER FROM LIABILITY; AND PROVIDING AN APPLICABILITY DATE."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Definitions. For purposes of this [act].

the following definitions apply:

(1) "Consumer" means the purchaser, other than for purposes of resale, of a motor vehicle <a href="IHAT MAS NOT BEEN HROUGHT INTO NONCONFORMITY AS THE RESULT OF ABUSE, NEGLECT: OR UNAUTHORIZED MODIFICATIONS OR ALTERATIONS BY THE PURCHASER, any person to whom the motor vehicle is transferred during the duration of an express warranty applicable to the motor vehicle, or any other person entitled by the terms of the warranty to the benefits of its

1 provisions.

2 (2) "Moter vehicle" means a vehicle propelled by its
3 own power, designed primarily to transport persons or
4 property upon the public highways, and sold in this state.

(3) "Warranty period" means the term of an express agreement or the period ending 1 year after the date of the original delivery to the consumer of a new motor vehicle, whichever is earlier.

Section 2. Warranty enforceable. If a consumer notifies IM WRITING the manufacturer or its agent or authorized dealer during the warranty period that a new motor vehicle does not conform to all applicable express warranties, the repairs necessary to conform the new motor vehicle to the express warranties shall be made by or at the expense of the warrantor, regardless of the expiration of the warranty period after notification of nonconformity is given by the consumer.

Section 3. Replacement for nonconformity. (1) If after a reasonable number of attempts the manufacturer or its agent or authorized dealer is unable, during the warranty period, to conform the new motor vehicle to any applicable express warranty by repairing or correcting any defect or condition that substantially impairs the use and MARKET value OR SAFETY of the motor vehicle to the consumer, the manufacturer shall replace it with a new motor vehicle of

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IMPOSSIB	LE. WITH	VEHICLE OF	COMPARABL	E MARKET VALUE.	

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- (2) As an alternative to replacement, the manufacturer may accept return of the new motor vehicle from the consumer upon refund to him of the full purchase price, including EXCLUDING all collaboral -- charges SALES TAX: LICENSE FEE: REGISTRATION FEES. AND ANY SIMILAR GOVERNMENTAL CHARGES less a reasonable allowance for the consumer's use of the motor vehicle. The refund shall be vaid to the consumer and to a lienholder, if any, in proportion to their interests. A reasonable allowance for use is an amount directly attributable to use by the consumer AND ANY PREVIOUS CONSUMERS prior to his first WRITTEN report of the nonconformity to the manufacturery-egenty-or-dealer OR ITS AGENI and during any subsequent period when the vehicle is not out of service because of nonconformity.
- Section 4. Reasonable number of attempts. A reasonable number of attempts to conform a new motor vehicle to the applicable express warranties is presumed to have been made for purposes of [section 3(1)] if:
- (1) the same nonconformity has been subject to repair four or more times by the manufacturer or its agent or authorized dealer during the warranty period but the nonconformity continues to exist; or

-3-

(2) the vehicle is out of service because of the nonconformity for a cumulative total of 30 or more BUSINESS days during the warranty period after notification of the manufacturer, agent, or dealer.

5 Section 5. Warranty extension. The warranty period of an express warranty is extended to equal the time that 7 repair services are not available because of war or invasion or because of strike or fire, flood, or other natural disaster. THE PRESUMPTION PROVIDED HEREIN MAY NOT APPLY AGAINST A MANUFACTURER WHO HAS NOT RECEIVED PRIOR WRITTEN NOTIFICATION FROM OR ON BEHALF DE THE CONSUMER AND HAS NOT HAD AN DEPORTUNITY TO CURE THE ALLEGED DEFECT.

Section 6. Provisions nonexclusive. The provisions of this [act] do not limit the rights or remedies available to a consumer under any other law.

Section 7. Exhaustion of remedies under federal law. 16 The provisions of [section 3] are not applicable against a manufacturer who has established an informal dispute settlement procedure in **SUBSTANTIAL** compliance with the 20 provisions of Title 16, Code of Federal Regulations, part 703. as those provisions read on October 1, 1983, unless the 21 consumer has first resorted to that procedure Without 22 23 satisfaction.

- THERE IS A NEW MCA SECTION THAT READS: 24
- 25 Section 8. Dealer exemption. Nothing in [this act]

HB 18

HB 0018/03

T	imposes any itability on a dealer or creates a cause of
2	action by a consumer against a dealer under section 3.
3	SECTION 9. APPLICABILITY. [THIS ACT] APPLIES ONLY TO

-End-

SENATE STANDING COMMITTEE REPORT (Business and Industry)

That House Bill No. 18 be amended as follows:

1. Page 2, line 4.
Following: "state."

Insert: "The term does not include a motor home as defined in
61-1-130."

HB 0018/04 48th Legislature

HORSE STATE AND 10

HB 0018/04

	HOUSE BILL NO. 10
2	INTRODUCED BY HARRINGTON, DOZIER, DAILY,
3	PAYLOYICH, KEENAN, LYNCH, STIMATZ
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5	A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING /
6	MANUFACTURER TO HONOR THE EXPRESS WARRANTY ON A NEW MOTOR
7	VEHICLE; PROVIDING FOR REPLACEMENT OF OR REFUND FOR A NEW
В	MOTOR VEHICLE THAT DOES NOT CONFORM TO ITS WARRANTY AFTER
9	REASONABLE NUMBER OF ATTEMPTS HAVE BEEN MADE TO CONFORM. THE
o.	VEHICLE TO ITS WARRANTY; EXTENDING THE WARRANTY PERIOD
1	BECAUSE OF DELAYS CAUSED BY DISASTERS; AND ALLOHING OTHER
.2	REMEDIES: _EXEMPTING _A_DEALER_EROM_LIABILITY: AND PROVIDING
.3	AN_ARRLICABILITY_DATE-#
4	
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
6	Section 1. Definitions. For purposes of this {act}
7	the following definitions apply:

(1) "Consumer" means the purchaser, other than for

purposes of resale, of a motor vehicle IHAI HAS NOI BEEN

BROUGHT INTO NONCONFORMITY AS THE RESULT OF ABUSE . NEGLECI:

OR UNAUTHORIZED MODIFICATIONS OR ALTERATIONS BY THE

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transferred during the duration of an express warranty

applicable to the motor vehicle, or any other person

entitled by the terms of the warranty to the benefits of its

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2	(2) "Motor vehicle" means a vehicle propelled by its
3	own power, designed primarily to transport persons or
4	property upon the public highways, and sold in this state.
5	THE TERM DOES NOT INCLUDE A MOTOR HOME AS DEFINED IN
6	61=1=130.
7	(3) ™Warranty period™ means the term of an express
8	agreement or the period ending 1 year after the date of the
9	original delivery to the consumer of a new motor vehicle,
10	whichever is earlier.
11	Section 2. Warranty enforceable. If a consumer
12	notifies <u>IN_MRITING</u> the manufacturer or its agent or
13	authorizeddealer during the warranty period that a new
14	motor vehicle does not conform to all applicable express
15	warranties, the repairs necessary to conform the new motor
16	vehicle to the express warranties shall be made by or at the
17	expense of the warrantor, regardless of the expiration of
18	the warranty period after notification of nonconformity is
19	given by the consumer.
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21	a reasonable number of attempts the manufacturer or its
2 2	agent or authorized dealer is unable, during the warranty
23	period, to conform the new motor vehicle to any applicable
24	express warranty by repairing or correcting any defect or
25	condition that substantially impairs the use and MARKEI

provisions.

walue <u>OR_SAFEIX</u> of the motor vehicle to the consumer, the manufacturer shall replace it with a new motor vehicle of the same model and style and of equal value, <u>UNLESS, FOR REASONS</u> <u>OF_LACK OF_AYAILABILITY, SUCH_REPLACEMENT_IS</u>
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- (2) As an alternative to replacement, the manufacturer may accept return of the new motor vehicle from the consumer upon refund to him of the full purchase price, including EXCLUDING all collected-charges SALES TAX: LICENSE FEE: REGISTRATION FEES. AND ANY SIMILAR GOVERNMENTAL CHARGES less a reasonable allowance for the consumer's use of the motor vehicle. The refund shall be paid to the consumer and to a lienholder: if any, in proportion to their interests. A reasonable allowance for use is an amount directly attributable to use by the consumer AND ANY PREVIOUS CONSUMERS prior to his first WRITTEN report of the nonconformity to the manufacturer, egenty or dealer OR IIS AGENI and during any subsequent period when the vehicle is not out of service because of nonconformity.
- Section 4. Reasonable number of attempts. A reasonable number of attempts to conform a new motor vehicle to the applicable express warranties is presumed to have been made for purposes of [section 3(1)] if:
- 24 (1) the same nonconformity has been subject to repair
 25 four or more times by the manufacturer or its agent or

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- l authorized dealer during the warranty period but the
- 3 (2) the vehicle is out of service because of the 4 nonconformity for a cumulative total of 30 or more <u>AUSINESS</u> 5 days during the warranty period after notification of the 6 manufacturer, agent, or dealer.
- 7 Section 5. Warranty extension. The warranty period of
 8 an express warranty is extended to equal the time that
 9 repair services are not available because of war or invasion
 10 or because of strike or fire, flood, or other natural
 11 disaster. IHE PRESUMPTION PROVICED HEREIN MAY NOT APPLY
 12 AGAINST A MANUFACTURER WHO HAS NOT RECEIVED PRIOR WRITTEN
 13 NOTIFICATION FROM OR ON BEHALE SETHE CONSUMER AND HAS NOT
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- Section 6. Provisions nonexclusive. The provisions of this [act] do not limit the rights or remedies available to a consumer under any other law.

 Section 7. Exhaustion of remedies under federal law.
 - Section 7. Exhaustion of remedies under federal law.

 The provisions of [section 3] are not applicable against a manufacturer who has established an informal dispute settlement procedure in <u>SUBSIANTIAL</u> compliance with the provisions of Title 16. Code of Federal Regulations, part 703. as those provisions read on October 1. 1983, unless the consumer has first resorted to that procedure without
- 25 satisfaction.

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L	IMERE IS A NEW MCA SECTION THAT READS:
!	Section 8. Dealer exemption. Nothing in [this act]
•	imposes any liability on a dealer or creates a cause of
•	action by a consumer against a dealer under section 3.
5	SECTION 9. APPLICABILITY. [THIS ACT] APPLIES ONLY TO
5	COYERS 1 - L SAGOTOG SATA OS CAHORUS 2310 HAY SOTOM CARAVOD
	-£nd-

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