SENATE BILL NO. 243

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BY SENATOR JOHN SMITH AND REPRESENTATIVES STUART BISHOP AND MIGUEZ

AN ACT

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

2 To amend and reenact R.S. 32:1261(A)(1)(t), relative to warranty repairs; to provide for the operation of satellite warranty and repair centers; to provide for unauthorized acts; 3 4 to provide for exceptions; to provide certain terms and conditions; and to provide for 5 related matters. Be it enacted by the Legislature of Louisiana: 6 7 Section 1. R.S. 32:1261(A)(1)(t) is hereby amended and reenacted to read as follows: 8 9 §1261. Unauthorized acts 10 A. It shall be a violation of this Chapter: 11 (1) For a manufacturer, a distributor, a wholesaler, distributor branch, factory 12 branch, converter or officer, agent, or other representative thereof: 13 14 (t)(i) To operate a satellite warranty and repair center, to authorize a person 15 to perform warranty repairs, including emergency repairs, who is not a motor 16 vehicle dealer, fleet owner, or an emergency services company or emergency 17 services related company, or to authorize a motor vehicle dealer to operate a 18 satellite warranty and repair center within the community or territory of a same-line

SB NO. 243 ENROLLED

or make motor vehicle dealer. This Subparagraph shall not apply to recreational product manufacturers. For the purposes of this Subparagraph, "fleet owner" means a person, including a governmental entity, who is approved and authorized by a manufacturer to perform warranty repairs and owns or leases vehicles for its own use or a renting or leasing company that rents, maintains, or leases vehicles to a third party. For the purposes of this Subparagraph, "emergency services company or emergency services related company" means a person who operates any vehicle designated and authorized to respond to an emergency. An emergency vehicle includes but is not limited to police and security vehicles, fire and rescue vehicles, medical vehicles, and civil emergency vehicles, including public utility crews dealing with gas, electricity, or water, or the repair of defective equipment on a scene.

- (ii) The manufacturer may authorize a fleet owner to perform warranty repairs if the manufacturer determines that the fleet owner has the same basic level of requirements for special tools, technician certification, and training that are required of a franchise dealer but only those as determined by the manufacturer, in its sole discretion, that are necessary to perform the specified limited type of warranty repairs on the makes and models of motor vehicles for which the fleet owner is authorized to perform warranty repairs.
- (iii) A manufacturer who authorizes a fleet owner to perform warranty repairs shall give notification of the authorization to the dealer located in the same area of responsibility where the fleet owner intends to perform the authorized warranty repairs.
- (iv) The provisions of Items (ii) and (iii) of this Subparagraph shall not apply to manufacturers who authorize fleet owners whose commercial vehicles are used for the movement of property, freight, or goods in intrastate or interstate commerce.
- (v) The commission has no authority over a fleet owner or an emergency services company or emergency services related company with respect to the requirements of this Subparagraph.

1 (vi) A repair facility of a fleet owner authorized pursuant to this
2 Subparagraph to perform warranty repairs shall not be deemed a satellite
3 warranty and repair center as defined in R.S. 32:1252 and shall not be required
4 to be licensed by the commission pursuant to R.S. 32:1254.
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PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

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SB NO. 243

APPROVED: