

Sen. Melinda Bush

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| | 10200SB0715sam001 LRB102 04524 JLS 25282 a |
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| 1 | AMENDMENT TO SENATE BILL 715 |
| 2 | AMENDMENT NO Amend Senate Bill 715 by replacing |
| 3 | everything after the enacting clause with the following: |
| 4 | "Section 1. Short title. This Act may be cited as the |
| 5 | Digital Right to Repair Act. |
| 6 | Section 5. Definitions. In this Act: |
| 7 | "Authorized repair provider" means an individual or |
| 8 | business that is unaffiliated with an original equipment |
| 9 | manufacturer and that has an arrangement with the original |
| 10 | equipment manufacturer, for a definite or indefinite period, |
| 11 | under which the original equipment manufacturer grants to the |
| 12 | individual or business a license to use a trade name, service |
| 13 | mark, or other proprietary identifier for the purposes of |
| 14 | offering the services of diagnosis, maintenance, or repair of |
| 15 | digital electronic equipment under the name of the original |
| 16 | equipment manufacturer, or other arrangement with the original |

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1 equipment manufacturer to offer such services on behalf of the 2 original equipment manufacturer. An original equipment that offers the 3 manufacturer services of diagnosis, 4 maintenance, or repair of its own digital electronic 5 equipment, and that does not have an arrangement described in 6 this subsection with an unaffiliated individual or business, shall be considered an authorized repair provider with respect 7 8 to such equipment.

9 "Digital electronic equipment" or "equipment" means any 10 product that depends for its functioning, in whole or in part, 11 on digital electronics embedded in or attached to the product.

12 "Documentation" means any manual, diagram, reporting 13 output, service code description, schematic, or other guidance 14 or information used in effecting the services of diagnosis, 15 maintenance, or repair of digital electronic equipment.

16 "Embedded software" means any programmable instructions 17 provided on firmware delivered with digital electronic 18 equipment, or with a part for such equipment, for purposes of 19 equipment operation, including all relevant patches and fixes 20 made by the manufacturer of such equipment or part for these 21 purposes.

"Fair and reasonable terms" for obtaining a part or tool or documentation means at costs and terms that are equivalent to the most favorable costs and terms under which an original equipment manufacturer offers the part, tool, or documentation to an authorized repair provider: 1 (1) accounting for any discount, rebate, convenient 2 means of delivery, means of enabling fully restored and 3 updated functionality, rights of use, or other incentive 4 or preference the original equipment manufacturer offers 5 to an authorized repair provider, or any additional cost, 6 burden, or impediment the original equipment manufacturer 7 imposes on an independent repair provider;

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8 (2)that are not conditioned on or imposing a 9 substantial obligation or restriction that is not 10 reasonably necessary for enabling the owner or independent 11 repair provider to engage in the diagnosis, maintenance, or repair of digital electronic equipment made by or on 12 13 behalf of the original equipment manufacturer; and

14 (3) that are not conditioned on an arrangement as an 15 authorized repair provider.

For documentation, including any relevant updates, "fair and reasonable terms" also means at no charge, except that, when the documentation is requested in physical printed form, a charge may be included for the reasonable actual costs of preparing and sending the copy.

For software tools, "fair and reasonable terms" also means at no charge and without requiring authorization or Internet access or imposing impediments to access or use in the course of effecting the diagnosis, maintenance, or repair and enabling full functionality of digital electronic equipment, in a manner that impairs the efficient and cost-effective 10200SB0715sam001 -4- LRB102 04524 JLS 25282 a

1 performance of any of those activities.

2 "Firmware" means a software program or set of instructions 3 programmed on digital electronic equipment, or on a part for 4 such equipment, to allow the equipment or part to communicate 5 within itself or with other computer hardware.

"Independent repair provider" means an individual or 6 business operating in this State that does not have an 7 8 arrangement as an authorized repair provider with an original 9 equipment manufacturer, is not affiliated with any individual 10 or business that has such an arrangement, and is engaged in the 11 services of diagnosis, maintenance, or repair of digital electronic equipment, except that an original equipment 12 13 manufacturer or, with respect to that original equipment 14 manufacturer, an individual or business that has such an 15 arrangement with that original equipment manufacturer or that 16 is affiliated with an individual or business that has such an arrangement with that original equipment manufacturer, shall 17 18 be considered an independent repair provider for purposes of those instances in which it engages in the services of 19 20 diagnosis, maintenance, or repair of digital electronic 21 equipment that is not manufactured by or sold under the name of 22 that original equipment manufacturer.

23 "Manufacturer of motor vehicle equipment" means a business 24 engaged in the business of manufacturing or supplying 25 components that are used in the manufacture, maintenance, or 26 repair of a motor vehicle. 10200SB0715sam001 -5- LRB102 04524 JLS 25282 a

1 "Motor vehicle" means a vehicle that is designed for 2 transporting persons or property on a street or highway and is 3 certified by the manufacturer under all applicable federal 4 safety and emissions standards and requirements for 5 distribution and sale in the United States. "Motor vehicle" 6 does not include:

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(1) a motorcycle; or

8 (2) a recreational vehicle or an auto home equipped 9 for habitation.

10 "Motor vehicle dealer" means an individual or business that, in the ordinary course of business, is engaged in the 11 business of selling or leasing new motor vehicles to an 12 13 individual or business pursuant to a franchise agreement, has obtained a license under the Illinois Vehicle Code, and is 14 15 engaged in the services of diagnosis, maintenance, or repair 16 of motor vehicles or motor vehicle engines pursuant to that 17 franchise agreement.

18 "Motor vehicle manufacturer" means a business engaged in 19 the business of manufacturing or assembling new motor 20 vehicles.

"Original equipment manufacturer" means a business engaged in the business of selling, leasing, or otherwise supplying new digital electronic equipment manufactured by or on behalf of itself to any individual or business.

25 "Owner" means an individual or business that owns or 26 leases digital electronic equipment purchased or used in this 10200SB0715sam001 -6- LRB102 04524 JLS 25282 a

1 State.

Part" means any replacement part, either new or used, made available by an original equipment manufacturer for purposes of effecting the services of maintenance or repair of digital electronic equipment manufactured by or on behalf of, sold, or otherwise supplied by the original equipment manufacturer.

8 "Tools" means any software program, hardware implement, or 9 other apparatus used for diagnosis, maintenance, or repair of 10 digital electronic equipment, including software or other 11 mechanisms that provision, program, or pair a new part, 12 calibrate functionality, or perform any other function 13 required to bring the product back to fully functional 14 condition.

15 "Trade secret" has the meaning ascribed to that term in 16 the Illinois Trade Secrets Act.

17 Section 10. Availability of parts; requirements.

(a) For digital electronic equipment and parts for such 18 19 equipment sold or used in this State, an original equipment manufacturer shall make available, for purposes of diagnosis, 20 21 maintenance, or repair of such equipment, to any independent 22 repair provider or to the owner of digital electronic 23 equipment manufactured by or on behalf of, or sold or 24 otherwise supplied by the original equipment manufacturer, on 25 fair and reasonable terms, documentation, parts, and tools,

inclusive of any updates to information or embedded software. Nothing in this subsection requires an original equipment manufacturer to make available a part if the part is no longer available to the original equipment manufacturer.

5 (b) For equipment that contains an electronic security lock or other security-related function, the 6 original equipment manufacturer shall make available to the owner and 7 to independent repair providers, on fair and reasonable terms, 8 9 any special documentation, tools, and parts needed to disable 10 the lock or function, and to reset it when disabled in the 11 course of diagnosis, maintenance, or repair of the equipment. Such documentation, tools, and parts may be made available by 12 13 means of an appropriate secure system.

14 (c) When the original equipment manufacturer has made an 15 express warranty with respect to digital electronic equipment 16 and the wholesale price of the equipment is \$100 or more, the 17 manufacturer shall provide such parts, tools, and 18 documentation as needed to enable the repair of the equipment during the warranty period, at an equitable price and 19 20 convenience of delivery and of enabling functionality, in 21 light of:

(1) the actual cost to the original equipment manufacturer to prepare and distribute the part, tool, or documentation, exclusive of any research and development costs incurred;

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(2) the ability of owners and independent repair

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1 providers to afford the part, tool, or documentation; and 2 (3) the means by which the part, tool, or 3 documentation is distributed.

4 Section 15. Enforcement by Attorney General. Violation of 5 any of the provisions of this Act is an unlawful practice under 6 the Consumer Fraud and Deceptive Business Practices Act. All 7 remedies, penalties, and authority granted to the Attorney 8 General by that Act shall be available to him or her for the 9 enforcement of this Act.

10 Section 20. Limitations.

(a) Nothing in this Act shall be construed to require an original equipment manufacturer to divulge a trade secret to an owner or an independent service provider except as necessary to provide documentation, parts, and tools on fair and reasonable terms.

(b) No provision in this Act shall be construed to alter 16 17 the terms of any arrangement in force between an authorized 18 repair provider and an original equipment manufacturer, including, but not limited to, the performance or provision of 19 20 warranty or recall repair work by an authorized repair 21 provider on behalf of an original equipment manufacturer 22 pursuant to such arrangement, except that any provision in 23 such terms that purports to waive, avoid, restrict, or limit 24 the original equipment manufacturer's obligations to comply

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1 with this Act shall be void and unenforceable.

2 Section 25. Exclusions. Nothing in this Act applies to a 3 motor vehicle manufacturer, manufacturer of motor vehicle 4 equipment, or motor vehicle dealer acting in that capacity, or 5 to any product or service of a motor vehicle manufacturer, 6 manufacturer of motor vehicle equipment, or motor vehicle 7 dealer acting in that capacity.

8 Section 30. Applicability. This Act applies with respect 9 to equipment sold or in use on or after the effective date of 10 this Act.

Section 99. Effective date. This Act takes effect January 1, 2022.".