CERTIFICATION OF ENROLLMENT

HOUSE BILL 1466

Chapter 104, Laws of 1994

53rd Legislature 1994 Regular Session

MOTORIZED WHEELCHAIR WARRANTIES

EFFECTIVE DATE: 6/9/94

Passed by the House January 26, 1994 Yeas 92 Nays 0

BRIAN EBERSOLE

Speaker of the House of Representatives

Passed by the Senate March 8, 1994 Yeas 45 Nays 0 CERTIFICATE

I, Marilyn Showalter, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1466** as passed by the House of Representatives and the Senate on the dates hereon set forth.

JOEL PRITCHARD

MARILYN SHOWALTER

President of the Senate

Chief Clerk

Approved March 28, 1994

FILED

March 28, 1994 - 11:10 a.m.

MIKE LOWRY

Governor of the State of Washington

Secretary of State State of Washington _____

HOUSE BILL 1466

Passed Legislature - 1994 Regular Session

State of Washington 53rd Legislature 1993 Regular Session

By Representatives Jacobsen, Wang, Ludwig, G. Cole and Romero

Read first time 01/29/93. Referred to Committee on Commerce & Labor.

- 1 AN ACT Relating to motorized wheelchair warranties; and adding a
- 2 new chapter to Title 19 RCW.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 <u>NEW SECTION.</u> **Sec. 1.** Unless the context clearly requires 5 otherwise, the definitions in this section apply throughout this 6 chapter.
- 7 (1) "Collateral costs" means expenses incurred by a consumer in 8 connection with the repair of a nonconformity, including the costs of 9 obtaining an alternative wheelchair or other device assisting mobility.
 - (2) "Consumer" means any of the following:
- 11 (a) The purchaser of a motorized wheelchair, if the motorized 12 wheelchair was purchased from a motorized wheelchair dealer or 13 manufacturer for purposes other than resale;
- (b) A person to whom a motorized wheelchair is transferred for 15 purposes other than resale, if the transfer occurs before the 16 expiration of an express warranty applicable to the motorized
- 17 wheelchair;
- 18 (c) A person who may enforce a warranty on a motorized wheelchair;
- 19 or

10

p. 1 HB 1466.SL

- 1 (d) A person who leases a motorized wheelchair from a motorized 2 wheelchair lessor under a written lease.
- 3 (3) "Demonstrator" means a motorized wheelchair used primarily for 4 the purpose of demonstration to the public.
- 5 (4) "Early termination cost" means an expense or obligation that a 6 motorized wheelchair lessor incurs as a result of both the termination 7 of a written lease before the termination date set forth in the lease 8 and the return of a motorized wheelchair to a manufacturer under 9 section 3(2)(b) of this act. "Early termination cost" includes a 10 penalty for prepayment under a finance arrangement.
- 11 (5) "Early termination savings" means an expense or obligation that a motorized wheelchair lessor avoids as a result of both the 12 13 termination of a written lease before the termination date set forth in the lease and the return of a motorized wheelchair to a manufacturer 14 15 under section 3(2)(b) of this act. "Early termination savings" 16 includes an interest charge that the motorized wheelchair lessor would 17 have paid to finance the motorized wheelchair or, if the motorized wheelchair lessor does not finance the motorized wheelchair, the 18 19 difference between the total amount for which the lease obligates the 20 consumer during the period of the lease term remaining after the early termination and the present value of that amount at the date of the 21 22 early termination.
 - (6) "Manufacturer" means a person who manufactures or assembles motorized wheelchairs and agents of the person, including an importer, a distributor, factory branch, distributor branch, and a warrantor of the manufacturer's motorized wheelchairs, but does not include a motorized wheelchair dealer.
- 28 (7) "Motorized wheelchair" means a motor-driven wheelchair, 29 including a demonstrator, that a consumer purchases or accepts transfer 30 of in this state.
- 31 (8) "Motorized wheelchair dealer" means a person who is in the 32 business of selling motorized wheelchairs.
- 33 (9) "Motorized wheelchair lessor" means a person who leases a 34 motorized wheelchair to a consumer, or who holds the lessor's rights, 35 under a written lease.
- 36 (10) "Nonconformity" means a condition or defect that substantially 37 impairs the use, value, or safety of a motorized wheelchair, and that 38 is covered by an express warranty applicable to the motorized 39 wheelchair or to a component of the motorized wheelchair, but does not

23

24

25

26

27

- 1 include a condition or defect that is the result of abuse, neglect, or 2 unauthorized modification or alteration of the motorized wheelchair by
- 3 a consumer.
- 4 (11) "Reasonable attempt to repair" means any of the following
- 5 occurring within the term of an express warranty applicable to a new
- 6 motorized wheelchair or within one year after first delivery of a
- 7 motorized wheelchair to a consumer, whichever is sooner:
- 8 (a) An attempted repair by the manufacturer, motorized wheelchair
- 9 lessor, or the manufacturer's authorized motorized dealer is made to
- 10 the same warranty nonconformity at least four times and the
- 11 nonconformity continues; or
- 12 (b) The motorized wheelchair is out of service for an aggregate of
- 13 at least thirty days because of warranty nonconformity.
- 14 <u>NEW SECTION.</u> **Sec. 2.** A manufacturer who sells a motorized
- 15 wheelchair to a consumer, either directly or through a motorized
- 16 wheelchair dealer, shall furnish the consumer with an express warranty
- 17 for the motorized wheelchair. The duration of the express warranty
- 18 must be for at least one year after the first delivery of the motorized
- 19 wheelchair to the consumer. If the manufacturer fails to furnish an
- 20 express warranty as required under this section, the motorized
- 21 wheelchair is covered by an implied warranty as if the manufacturer had
- 22 furnished an express warranty to the consumer as required under this
- 23 section.
- NEW SECTION. Sec. 3. (1) If a new motorized wheelchair does not
- 25 conform to an applicable express warranty and the consumer reports the
- 26 nonconformity to the manufacturer, the motorized wheelchair lessor, or
- 27 any of the manufacturer's authorized motorized wheelchair dealers and
- 28 makes the motorized wheelchair available for repair before one year
- 29 after first delivery of the motorized wheelchair to the consumer, the
- 30 nonconformity must be repaired.
- 31 (2) If, after a reasonable attempt to repair, the nonconformity is
- 32 not repaired, the manufacturer shall do one of the following, whichever
- 33 is appropriate:
- 34 (a) At the direction of a consumer described under section 1(2)(a),
- 35 (b), or (c) of this act, do one of the following:

p. 3 HB 1466.SL

- 1 (i) Accept return of the motorized wheelchair and replace the 2 motorized wheelchair with a comparable new motorized wheelchair and 3 refund any collateral costs; or
 - (ii) Accept return of the motorized wheelchair and refund to the consumer and to a holder of a perfected security interest in the consumer's motorized wheelchair, as their interest may appear, the full purchase price plus any finance charge, amount paid by the consumer at the point of sale, and collateral costs, less a reasonable allowance for use. Under this subsection (2)(a)(ii), a reasonable allowance for use may not exceed the amount obtained by multiplying the full purchase price of the motorized wheelchair by a fraction, the denominator of which is one thousand eight hundred twenty-five and the numerator of which is the number of days that the motorized wheelchair was driven before the consumer first reported the nonconformity to the motorized wheelchair dealer; or
 - (b)(i) For a consumer described in section 1(2)(d) of this act, accept return of the motorized wheelchair, refund to the motorized wheelchair lessor and to a holder of a perfected security interest in the motorized wheelchair, as their interest may appear, the current value of the written lease and refund to the consumer the amount that the consumer paid under the written lease plus any collateral costs, less a reasonable allowance for use.
 - (ii) Under this subsection (2)(b), the current value of the written lease equals the total amount for which the lease obligates the consumer during the period of the lease remaining after its early termination, plus the motorized wheelchair dealer's early termination costs and the value of the motorized wheelchair at the lease expiration date if the lease sets forth the value, less the motorized wheelchair lessor's early termination savings.
 - (iii) Under this subsection (2)(b), a reasonable allowance for use may not exceed the amount obtained by multiplying the total amount for which the written lease obligates the consumer by a fraction, the denominator of which is one thousand eight hundred twenty-five and the numerator of which is the number of days that the consumer drove the motorized wheelchair before first reporting the nonconformity to the manufacturer, motorized wheelchair lessor, or motorized wheelchair dealer.
- 38 (3) To receive a comparable new motorized wheelchair or a refund 39 due under subsection (2)(a) of this section, a consumer described under

- 1 section 1(2) (a), (b), or (c) of this act shall offer to the
- 2 manufacturer of the motorized wheelchair having the nonconformity to
- 3 transfer possession of the motorized wheelchair to the manufacturer.
- 4 Within thirty days after the offer, the manufacturer shall provide the
- 5 consumer with a comparable new motorized wheelchair or a refund. When
- 6 the manufacturer provides a new motorized wheelchair or refund under
- 7 this subsection, the consumer shall return to the manufacturer the
- 8 motorized wheelchair having the nonconformity.
- 9 (4)(a) To receive a refund due under subsection (2)(b) of this
- 10 section, a consumer described under section 1(2)(d) of this act shall
- 11 offer to return the motorized wheelchair having the nonconformity to
- 12 its manufacturer. Within thirty days after the offer, the manufacturer
- 13 shall provide the refund to the consumer. When the manufacturer
- 14 provides the refund, the consumer shall return to the manufacturer the
- 15 motorized wheelchair having the nonconformity.
- 16 (b) To receive a refund due under subsection (2)(b) of this
- 17 section, a motorized wheelchair lessor shall offer to transfer
- 18 possession of the motorized wheelchair having the nonconformity to the
- 19 manufacturer. Within thirty days after the offer, the manufacturer
- 20 shall provide a refund to the motorized wheelchair lessor. When the
- 21 manufacturer provides the refund, the motorized wheelchair lessor shall
- 22 provide to the manufacturer the endorsements necessary to transfer
- 23 legal possession to the manufacturer.
- 24 (c) A person may not enforce the lease against the consumer after
- 25 the consumer receives a refund due under subsection (2)(b) of this
- 26 section.
- 27 (5) A person may not sell or lease again in this state a motorized
- 28 wheelchair returned by a consumer or motorized wheelchair lessor in
- 29 this state under subsection (2) of this section or by a consumer or
- 30 motorized wheelchair lessor in another state under a similar law of
- 31 that state, unless full disclosure of the reasons for return is made to
- 32 a prospective buyer or lessee.
- 33 <u>NEW SECTION.</u> **Sec. 4.** This chapter does not limit rights or
- 34 remedies available under other law to a consumer.
- 35 <u>NEW SECTION.</u> **Sec. 5.** A waiver by a consumer of rights under this
- 36 section is void.

p. 5 HB 1466.SL

- NEW SECTION. Sec. 6. In addition to pursuing another remedy, a consumer may bring an action to recover damages caused by a violation of this chapter. The court shall award a consumer who prevails in an action under this section twice the amount of pecuniary loss, together with costs, disbursements, reasonable attorneys' fees, and equitable relief that the court determines is appropriate.
- NEW SECTION. Sec. 7. Sections 1 through 6 of this act shall 8 constitute a new chapter in Title 19 RCW.

Passed the House January 26, 1994. Passed the Senate March 8, 1994. Approved by the Governor March 28, 1994. Filed in Office of Secretary of State March 28, 1994.