- 1 HB450
- 2 135531-2
- 3 By Representative Todd
- 4 RFD: Commerce and Small Business
- 5 First Read: 01-MAR-12

1	ENGROSSED
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4	A BILL
5	TO BE ENTITLED
6	AN ACT
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8	To establish the "New Assistive Devices Warranty
9	Act"; to provide for definitions; to provide for assistive
10	device replacement or refund; and to provide for remedies.
11	BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
12	Section 1. This act shall be known and cited as the
13	"New Assistive Devices Warranty Act."
14	Section 2. For purposes of this act, the following
15	terms shall have the following definitions:
16	(1) ASSISTIVE DEVICE. Any device, including a
17	demonstrator, that a consumer purchases or accepts transfer of
18	in this state which is used for a major life activity which
19	includes, but is not limited to, the following:
20	a. Manual wheelchairs, motorized wheelchairs,
21	motorized scooters, and other aids that enhance the mobility
22	of an individual.
23	Also, motor vehicles and all devices and equipment
24	thereon or attached thereto, whether or not designed to assist
25	a disabled person, and however equipped, are not assistive
26	devices under this act.

b. Hearing aids, telephone communication devices for
 the deaf (TDD), assistive listening devices, and other aids
 that enhance an individual's ability to hear.

c. Voice synthesized computer modules, optical
scanners, talking software, Braille printers, and other
devices that enhance a sight impaired individual's ability to
communicate.

d. Any other assistive device that enables a person
with a disability to communicate, see, hear, or maneuver, but
does not include batteries or nonfunctional accessories.

(2) ASSISTIVE DEVICE DEALER. A person who is in the
 business of selling assistive devices.

(3) ASSISTIVE DEVICE LESSOR. A person who leases
assistive devices to consumers, or who holds the lessor's
rights, under a written lease. Any assistive device lessor who
is also an assistive device dealer shall fulfill all
obligations owed to the consumer pursuant to this act as both
an assistive device dealer and lessor.

(4) COLLATERAL COSTS. Expenses incurred by a
consumer in connection with the repair of a nonconformity,
including the cost of sales tax and of obtaining an
alternative assistive device.

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a. The purchaser of an assistive device, including government entities purchasing a device for the benefit of an individual and the individual for whose benefit the device is purchased, if the assistive device was purchased from an

(5) CONSUMER or THE AGENCY. Any of the following:

1 assistive device dealer or manufacturer for purposes other 2 than resale.

b. A person to whom the assistive device is
transferred for purposes other than resale, if the transfer
occurs before the expiration of an express warranty applicable
to the assistive device.

c. A person who may enforce the warranty.

8 d. A person who leases an assistive device from an
9 assistive device lessor under a written lease.

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e. Any person, with authority, acting on behalf ofthe consumer or the agency.

12 (6) DEMONSTRATOR. An assistive device used primarily13 for the purpose of demonstration to the public.

14 Section 3. (a) If an assistive device covered by an 15 applicable express warranty exhibits a nonconformity, the 16 consumer or the agency shall do both of the following:

17 (1) Report the nonconformity to the manufacturer,
18 the assistive device lessor, or any of the manufacturer's
19 authorized device dealers.

20 (2) Make the assistive device available for repair
 21 within an applicable express warranty period.

(b) Once a nonconformity is reported and the assistive device is made available for repair, the manufacturer, the assistive device lessor, or any of the manufacturer's authorized assistive device dealers shall make an attempt to repair the nonconformity. Section 4. (a) If the manufacturer, dealer, or lessor either refuses to accept a device which a consumer makes available for repairs or makes a reasonable attempt to repair, but the nonconformity is not actually repaired, the manufacturer shall be required to provide a refund or replacement of the device, whichever is requested by the consumer or the agency, as follows:

(1) If the consumer or the agency requests a refund 8 9 for a device which was purchased, the manufacturer shall 10 refund to the consumer and to any holder of a perfected security interest in the consumer's assistive device, as their 11 12 interest may appear, the full purchase price plus any finance 13 charge or sales tax paid by the consumer at the point of sale 14 and any collateral costs incurred by the consumer, less a 15 reasonable allowance for use. When the manufacturer provides the refund, the consumer or the agency shall return the 16 17 assistive device having the nonconformity to the manufacturer, along with any endorsements necessary to transfer legal 18 possession to the manufacturer. 19

20 (2) If the consumer or the agency requests a refund 21 for a device which was leased, the manufacturer shall refund 22 to the assistive device lessor and to any holder of a 23 perfected security interest in the assistive device, as their 24 interest may appear, the current value of the written lease 25 and refund to the consumer the amount that the consumer paid under the written lease plus any collateral costs, less a 26 27 reasonable allowance for use. The manufacturer shall have a

cause of action against the dealer or lessor for reimbursement of any amount that it pays to a consumer which exceeds the net price received by the manufacturer for the assistive device. When the manufacturer provides the refund, the assistive device lessor shall provide to the manufacturer any endorsements necessary to transfer legal possession to the manufacturer.

8 (3) If the consumer elects to receive a comparable 9 new assistive device, the manufacturer shall provide the 10 consumer or the agency with the comparable new assistive 11 device no later than 30 days after the consumer or lessor 12 offers to transfer possession of the assistive device having 13 the nonconformity to the manufacturer.

(b) This section regarding a manufacturer's duty
shall apply for the period of the manufacturer's express
warranty.

Section 5. (a) This act shall not limit rights or
remedies available to a consumer under any other law.

(b) Any waiver of rights by a consumer under theprovisions of this act shall be void.

(c) In addition to pursuing any other remedy, a consumer may bring an action to recover any damages caused by a violation of this act within one two year of the violation. The court shall award a consumer who prevails in such an action no more than twice the amount of any pecuniary loss, together with costs, disbursements, and reasonable attorney

Page 5

1 fees, and any equitable relief that the court determines is
2 appropriate.

3 Section 6. This act shall become effective on the 4 first day of the third month following its passage and 5 approval by the Governor, or its otherwise becoming law.

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3	House of Representatives
4 5 6 7	Read for the first time and re- ferred to the House of Representa- tives committee on Commerce and Small Business
8 9 10 11	Read for the second time and placed on the calendar 1 amendment
12 13 14	Read for the third time and passed as amended 17-APR-12 Yeas 101, Nays 0, Abstains 0

Greg Pappas Clerk