HOUSE BILL NO. 4609

May 23, 2023, Introduced by Reps. VanderWall, Borton, Neyer, BeGole, Markkanen, Alexander, Outman, Aragona, Prestin, DeSana, DeBoyer, Wozniak, Slagh, Roth, Johnsen, Smit, Kunse, Friske and Schuette and referred to the Committee on Agriculture.

A bill to require original equipment manufacturers of certain agricultural equipment to make certain parts, tools, and documentation available to certain persons; to prescribe civil sanctions; and to provide for the powers and duties of certain state governmental officers and entities.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 1. This act may be cited as the "agricultural equipment
 repair act".

3 Sec. 2. As used in this act:

(a) "Authorized repair provider" means, with respect to an 1 2 original equipment manufacturer, a person that is unaffiliated with the original equipment manufacturer and that has an arrangement 3 with the original equipment manufacturer, for a definite or 4 5 indefinite period, under which the original equipment manufacturer 6 grants to the person a license to use a trade name, service mark, 7 or other proprietary identifier for the purposes of offering the 8 services of diagnosis, maintenance, or repair of electronics-9 enabled agricultural equipment under the name of the original 10 equipment manufacturer, or otherwise to offer those services on 11 behalf of the original equipment manufacturer. An original 12 equipment manufacturer that offers diagnosis, maintenance, or repair services of its own electronics-enabled agricultural 13 14 equipment and that does not have an arrangement described in this 15 subdivision with an unaffiliated person is considered an authorized 16 repair provider with respect to that equipment.

17 (b) "Documentation" means any manual, diagram, reporting
18 output, service code description, schematic, product guide, or
19 other guidance or information used for purposes of diagnosis,
20 maintenance, or repair services of electronics-enabled agricultural
21 equipment.

22 (c) "Electronics-enabled agricultural equipment" means any 23 product, part of a product, or attachment to a product, when sold or leased for use in farming, ranching, or other agriculture, that 24 25 depends, in whole or in part, on digital electronics embedded in or attached to the product to function. The term includes, but is not 26 27 limited to, a tractor, trailer, combine, tillage, planting, 28 irrigation, or cultivating implement, baler, unmanned aircraft 29 system, or off-road vehicle. The term does not include a motor

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vehicle or a wireless communication device, computer, or other
 consumer electronic device.

3 (d) "Embedded software" means any programmable instructions
4 provided on firmware delivered with electronics-enabled
5 agricultural equipment, or with a part for electronics-enabled
6 agricultural equipment, for purposes of equipment operation,
7 including all relevant patches and fixes made by the original
8 equipment manufacturer for this purpose.

9 (e) "Fair and reasonable terms" means costs and terms that10 meet all of the following requirements:

11 (i) For obtaining a part or tool, documentation, or software,12 costs and terms that meet all of the following:

13 (A) Are equivalent to the most favorable costs and terms under 14 which an original equipment manufacturer offers the part, tool, 15 documentation, or software to an authorized repair provider, 16 accounting for any discount, rebate, convenient means of delivery, 17 means of enabling fully restored and updated functionality, rights of use, or other incentive or preference the original equipment 18 19 manufacturer offers to an authorized repair provider, or any additional cost, burden, or impediment the original equipment 20 21 manufacturer imposes on an independent repair provider.

(B) Are not conditioned on entering an arrangement describedin subdivision (a).

(C) Are not conditioned on or do not impose a substantial
obligation or restriction that is not reasonably necessary for
enabling the owner or independent repair provider to engage in the
diagnosis, maintenance, or repair of electronics-enabled
agricultural equipment made by or on behalf of the original
equipment manufacturer.

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(*ii*) For documentation, including any relevant updates, at no
 charge, except that, if the documentation is required in physical
 printed form, a charge may be included for the reasonable actual
 costs of preparing and sending the copy.

5 (*iii*) For software tools, without requiring authorization or
6 internet access, or imposing impediments to access or use, in the
7 course of effecting the diagnosis, maintenance, or repair and
8 enabling full functionality of electronics-enabled agricultural
9 equipment, in a manner that impairs the efficient and cost10 effective performance of any of those activities.

(f) "Firmware" means a software program or set of instructions programmed on electronics-enabled agricultural equipment or on a part for that equipment, to allow the equipment or part to communicate within itself or with other computer hardware.

(g) "Independent repair provider" means, with respect to an 15 16 original equipment manufacturer, a person operating in this state 17 that does not have an arrangement described in subdivision (a) with the original equipment manufacturer, and that is not affiliated 18 19 with any person that has such an arrangement, and that is engaged 20 in diagnosis, maintenance, or repair services of electronics-21 enabled agricultural equipment. An original equipment manufacturer 22 or, with respect to that original equipment manufacturer, a person that has an arrangement described in subdivision (a) with that 23 24 original equipment manufacturer, or that is affiliated with a 25 person that has such an arrangement with that original equipment 26 manufacturer, is considered an independent repair provider for purposes of those instances in which it engages in diagnosis, 27 28 maintenance, or repair services of electronics-enabled agricultural 29 equipment that is not manufactured by or sold under the name of

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1 that original equipment manufacturer.

2 (h) "Motor vehicle" means a vehicle that is designed for
3 transporting persons or property on a street or highway and is
4 certified by the manufacturer under all applicable federal safety
5 and emissions standards and requirements for distribution and sale
6 in the United States.

7 (i) "Original equipment manufacturer" means a person engaged
8 in the business of selling, leasing, or otherwise supplying new
9 electronics-enabled agricultural equipment manufactured by or on
10 behalf of itself.

(j) "Owner" means a person that owns or leases electronicsenabled agricultural equipment purchased or used in this state.

13 (k) "Part" means any replacement part, either new or used, 14 made available by an original equipment manufacturer for purposes 15 of maintenance or repair services of electronics-enabled 16 agricultural equipment manufactured by or on behalf of, sold by, or 17 otherwise supplied by the original equipment manufacturer.

18 (l) "Person" means an individual, partnership, corporation,19 association, or other legal entity.

(m) "Tool" means any software program, hardware implement, or other apparatus used for diagnosis, maintenance, or repair of electronics-enabled agricultural equipment, including software or other mechanisms that provision, program, or pair a new part, calibrate functionality, or perform any other function required to bring the product back to fully functional condition.

26 (n) "Trade secret" means that term as defined in section 2 of27 the uniform trade secrets act, 1998 PA 448, MCL 445.1902.

28 Sec. 3. (1) For electronics-enabled agricultural equipment and29 parts of electronics-enabled agricultural equipment sold or used in

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this state, an original equipment manufacturer shall make 1 available, for purposes of diagnosis, maintenance, or repair of 2 that equipment, to any independent repair provider or to the owner 3 of the electronics-enabled agricultural equipment manufactured by 4 5 or on behalf of or sold or otherwise supplied by the original 6 equipment manufacturer, on fair and reasonable terms, 7 documentation, parts, and tools, including any updates to 8 information or embedded software. After providing the required 9 documentation, parts, tools, and updates, the original equipment 10 manufacturer is not responsible for the content and functionality 11 of the aftermarket diagnostic tools, diagnostics, or service information systems. This subsection does not require an original 12 equipment manufacturer to make a part available if the part is no 13 14 longer available to the original equipment manufacturer.

15 (2) For equipment that contains an electronic security lock or 16 other security-related function, the original equipment 17 manufacturer shall make available to the owner and to independent 18 repair providers, on fair and reasonable terms, any special part, tool, and documentation needed to disable the lock or function and 19 20 to reset it when disabled in the course of diagnosis, maintenance, 21 or repair of the equipment. The original equipment manufacturer may make the part, tool, and documentation described in this subsection 22 23 available by means of an appropriate secure system.

(3) When the original equipment manufacturer has made an
express warranty with respect to electronics-enabled agricultural
equipment and the wholesale price of the equipment is \$100.00 or
more, the manufacturer shall provide the part, tool, and
documentation to enable the equipment to be repaired during the
warranty period at an equitable price, with a convenient means of

1 delivery, and to fully restore functionality in consideration of 2 all of the following:

3 (a) The actual cost to the original equipment manufacturer to
4 prepare and distribute the part, tool, or documentation, exclusive
5 of any research and development costs incurred.

6 (b) The ability of owners and independent repair providers to7 afford the part, tool, or documentation.

8 (c) The means by which the part, tool, or documentation is9 distributed.

Sec. 5. A person that violates this act is responsible for a state civil infraction and may be ordered to pay a civil fine of not more than \$500.00.

Sec. 7. (1) This act does not require an original equipmentmanufacturer to divulge a trade secret.

(2) This act does not require an original equipment manufacturer or authorized repair provider to provide an owner or independent repair provider access to nondiagnostic and repair documentation provided by an original equipment manufacturer to an authorized repair provider under the terms of an arrangement described in section 2(a).

(3) Except as otherwise provided in this subsection, this act 21 22 does not alter the terms of an arrangement described in section 23 2(a) that is in force between an authorized repair provider and an original equipment manufacturer, including, but not limited to, a 24 25 performance provision of warranty or recall work by an authorized repair provider on behalf of an original equipment manufacturer 26 27 under that arrangement. A provision of an arrangement described in 28 section 2(a) that purports to waive, avoid, restrict, or limit an 29 original equipment manufacturer's obligations to comply with this

1 act is void and unenforceable.

Sec. 9. This act applies to electronics-enabled agricultural
equipment that is sold or in use on or after the effective date of
this act.