A BILL FOR AN ACT

RELATING TO FAIR DIGITAL ELECTRONIC EQUIPMENT REPAIR.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that the goal of right to
- 2 repair laws is to make it possible for consumers to repair
- 3 broken electronic equipment, such as computers, smart phones,
- 4 and appliances, by requiring manufacturers to make repair
- 5 manuals and other information publicly available and sell to
- 6 consumers and independent repair shops the parts, diagnostic
- 7 software, and tools needed to fix their products. The
- 8 legislature further finds that at least twelve states have
- 9 considered right to repair laws over the past few years.
- 10 Without the enactment of these laws, consumers must rely on the
- 11 manufacturer for repairs.
- 12 The legislature further finds that Hawaii's geographic
- 13 isolation magnifies the importance of resilience and self-
- 14 reliance, and the ability to repair electronic equipment rather
- 15 than replacing the equipment would benefit the State's local
- 16 economy and allow residents to save money and reduce waste.

1	It is the intent of the legislature that motor vehicle
2	manufacturers be excluded from the scope of this Act.
3	The purpose of this Act is to expand consumer choice by
4	creating options for repairing electronic equipment by requiring
5	manufacturers of certain products to provide spare parts, tools,
6	instructions, schematics, diagnostic software, and firmware
7	updates to allow consumers to either repair their own products
8	or provide the option for local repair businesses to do so.
9	SECTION 2. The Hawaii Revised Statutes is amended by
10	adding a new chapter to be appropriately designated and to read
11	as follows:
12	"CHAPTER
13	FAIR DIGITAL ELECTRONIC EQUIPMENT REPAIR ACT
14	§ -1 Definitions. As used in this chapter, unless the
15	context otherwise requires:
16	"Authorized repair provider" means:
17	(1) A person licensed by an original equipment
18	manufacturer to use a trade name, service mark, or
19	related characteristic to offer repair services under
20	the name of the original equipment manufacturer; or

1	(2) A person contracted by an original equipment
2	manufacturer to provide refurbishing services for
3	products manufactured by the manufacturer.
4	"Embedded software", also known as basic internal operating
5	system, internal operating system, machine code, assembly code,
6	root code, or microcode, means any programmable instructions
7	provided on firmware delivered with equipment for equipment
8	operation, including all relevant software updates made by the
9	original equipment manufacturer.
10	"Equipment" means a digital electronic device, or a part
11	thereof, that is originally manufactured for distribution or
12	sale in the United States.
13	"Firmware" means a software program or set of instructions
14	programmed on equipment that enables the equipment to
15	communicate with other computer devices.
16	"Independent repair provider" means a person operating in
17	the State who is:
18	(1) Not affiliated with an original equipment manufacture
19	or an original equipment manufacturer's authorized
20	repair provider; and

- 1 (2) Engaged in the diagnosis, service, maintenance, or repair of equipment;
- 3 provided that an original equipment manufacturer shall be
- 4 considered an independent repair provider if the original
- 5 equipment manufacturer diagnoses, services, maintains, or
- 6 repairs equipment that is not manufactured by the original
- 7 equipment manufacturer.
- 8 "Medical device" means equipment that is intended for use
- 9 in the diagnosis, treatment, or prevention of disease in humans
- 10 or animals.
- "Original equipment manufacturer" means a person who in the
- 12 ordinary course of business sells or leases new equipment to any
- 13 person and diagnoses, services, maintains, or repairs that
- 14 equipment.
- "Owner" means a person who owns or leases equipment that is
- 16 purchased or used in the State.
- 17 "Part" or "service part" means any new or used component
- 18 made available by an original equipment manufacturer to an
- 19 authorized repair provider to repair equipment.

1	Remote diagnosis means any transfer of data relating to
2	settings, controls, or location identification between equipment
3	and a provider of repair services.
4	"Trade secret" means all forms and types of financial,
5	business, scientific, technical, economic, or engineering
6	information, including patterns, plans, compilations, program
7	devices, formulas, designs, prototypes, methods, techniques,
8	processes, procedures, programs, or codes, whether tangible or
9	intangible, and whether or how stored, compiled, or memorialized
10	physically, electronically, graphically, photographically, or in
11	writing; provided that:
12	(1) The owner has taken reasonable measures to keep the
13	information secret; and
14	(2) The information derives independent economic value,
15	actual or potential, from not being generally known
16	to, and not being readily ascertainable through proper
17	means by, another person who can obtain economic
18	values from the disclosure or use of the information.
19	§ -2 Applicability of chapter. This chapter shall not
20	apply to:

1		(1)	A manufacturer as defined in section 437-1.1, or a
2			product or service of a manufacturer;
3		(2)	A dealer as defined in section 437-1.1;
4		(3)	A motor vehicle repair dealer as defined in section
5			437B-1; or
6		(4)	A motor vehicle mechanic as defined in section 437B-1.
7		§	-3 Availability of diagnostic and repair information.
8	(a)	An o	riginal equipment manufacturer of equipment and parts
9	sold	or u	sed in the State shall:
10		(1)	In a timely manner, make available to independent
11			repair providers or owners of equipment manufactured
12			by the original equipment manufacturer, diagnostic and
13			repair information, including repair technical
14			updates, schematic diagrams, updates, corrections to
15			embedded software, and safety and security patches;
16			provided that diagnostic and repair information shall
17			be made available:
18			(A) At no charge or for no more than what the
19			original equipment manufacturer would charge to
20			make the same information available to an
21			authorized repair provider; and

1	(B) In the same format that the original equipment
2	manufacturer would use to make the same
3	information available to an authorized repair
4	provider; and
5	(2) Make available for purchase by the owner, the owner's
6	authorized agent, or an independent repair provider,
7	equipment or service parts, inclusive of any updates
8	to the embedded software or the equipment or parts;
9	provided that an original equipment manufacturer shall not be
10	required to make equipment or service parts available for
11	purchase if the parts are no longer available to the original
12	equipment manufacturer or the authorized repair provider of the
13	original equipment manufacturer.
14	(b) Any original equipment manufacturer that sells or
15	offers for sale any diagnostic, service, or repair documentation
16	to any independent repair provider or to any owner in a format
17	that is standardized with other original equipment manufacturers
18	and upon terms that are more favorable than the terms under
19	which the original equipment manufacturer sells or offers for
20	sale the same diagnostic, service, or repair documentation to an

authorized repair provider, shall be prohibited from requiring

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- 1 diagnostic, service, or repair documentation in a proprietary
- 2 format, unless the proprietary format includes diagnostic,
- 3 service, or repair documentation or functionality that is not
- 4 available in the standardized format.
- 6 equipment manufacturer of equipment sold or used in the State
- 7 shall offer for sale to owners and independent repair providers
- 8 all diagnostic repair tools, incorporating the same diagnostic,
- 9 repair, and remote diagnosis capabilities that the original
- 10 equipment manufacturer makes available to its own repair or
- 11 engineering staff or an authorized repair provider.
- 12 § -5 Fair and reasonable terms. (a) The terms of any
- 13 sale of diagnostic, service, or repair documentation or
- 14 diagnostic repair tools to an owner or independent repair
- 15 provider pursuant to sections -3 or -4 shall be fair and
- 16 reasonable.
- 17 (b) For the purposes of this section, "fair and
- 18 reasonable" means an equitable price considering relevant
- 19 factors, including:
- 20 (1) The net cost to the authorized repair provider for
- 21 similar information or tools obtained from an original

1		equipment manufacturer, less any discounts, rebates,
2		or other incentive programs;
3	(2)	The cost to the original equipment manufacturer for
4		preparing and distributing the information or tools,
5		excluding any research and development costs incurred
6		in designing and implementing, upgrading, or altering
7		the product, but including amortized capital costs for
8		the preparation and distribution of the information or
9		tools;
10	(3)	The price charged by other original equipment
11		manufacturers for similar information or tools;
12	(4)	The price charged by the original manufacturer for
13		similar information or tools prior to the launch of
14		original equipment manufacturer websites;
15	(5)	The means by which the information or tools are
16		distributed;
17	(6)	The extent to which the information or tools are used,
18		including the number of users, and frequency,
19		duration, and volume of use; and
20	(7)	Inflation.

1 -6 Third party providers. An original equipment 2 manufacturer that provides diagnostic repair documentation to 3 third party diagnostic tool manufacturers, diagnostics 4 manufacturers, or service information publications shall be 5 deemed to have fully satisfied its obligations under sections 6 -3 and -4 and shall not be responsible for the content and functionality of the diagnostic tools, diagnostics, or service 7 8 information publications offered or sold by the third party 9 manufacturers. 10 -7 Security functions. An original equipment 11 manufacturer of equipment or parts sold or used in the State for 12 security-related functions shall not exclude diagnostic, 13 service, and repair information necessary to reset a security-14 related electronic function from the information provided to 15 owners and independent repair providers pursuant to this 16 chapter. An original equipment manufacturer may provide the 17 information necessary to reset an immobilizer system or a 18 security-related electronic module to owners and independent 19 repair providers through an appropriate secure data release

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system.

1	§ -	-8 Limitations. Nothing in this chapter shall be
2	construed	to:
3	(1)	Require an original equipment manufacturer to divulge
4		a trade secret;
5	(2)	Abrogate, interfere with, contradict, or alter the
6		terms of any agreement between an authorized repair
7		provider and an original equipment manufacturer,
8		including the performance or provision of warranty or
9		recall repair work by an authorized repair provider on
10		behalf of an original equipment manufacturer; provided
11		that any provision of an agreement that waives,
12		avoids, restricts, or limits an original equipment
13		manufacturer's compliance with this section shall be
14		held void and unenforceable;
15	(3)	Require an original equipment manufacturer or
16		authorized repair provider to provide an owner or
17		independent repair provider access to non-diagnostic
18		and repair information provided by an original
19		equipment manufacturer to an authorized repair
20		provider pursuant to the terms of an authorizing
21		agreement; or

(4) Require a manufacturer of a medical device to comply
with any provision in this chapter that conflicts with
the Federal Food, Drug, and Cosmetic Act, as may be
amended.
§ -9 Enforcement. A violation of this chapter shall be
deemed an unfair or deceptive act or practice under section
480-2."
SECTION 3. This Act does not affect rights and duties that
matured, penalties that were incurred, and proceedings that were
begun before its effective date.
SECTION 4. This Act shall take effect upon its approval.
Matt during:
INTRODUCED BY:
JAN 2 1 2021

Report Title:

Digital Electronic Equipment Repairs; Right to Repair

Description:

Requires original equipment manufacturers of digital electronic devices to make diagnostic and repair information available to owners of equipment manufactured by the original equipment manufacturer and independent repair providers.

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