Fifty-sixth
Legislative Assembly
of North Dakota

ENGROSSED SENATE BILL NO. 2276

Introduced by

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Senators Schobinger, Fischer, B. Stenehjem Representatives Berg, Keiser, Price

- 1 A BILL for an Act to create and enact a new section to chapter 51-07 of the North Dakota
- 2 Century Code, relating to use of replacement crash parts in motor vehicle repairs.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

SECTION 1. A new section to chapter 51-07 of the North Dakota Century Code is created and enacted as follows:

Motor vehicle replacement crash parts - Insurance requirements.

- 1. In this section, unless the context otherwise requires:
 - a. "Insurer" means an insurance company or any person authorized to represent the insurance company with respect to a motor vehicle collision repair claim.
 - b. "New aftermarket replacement crash part" means a part made by a person other than the motor vehicle manufacturer or the manufacturer's licensee.
 - c. "New original equipment manufacturer replacement crash part" means a part manufactured by an original motor vehicle manufacturer or the manufacturer's licensee.
 - d. "Recycled replacement crash part" means a recyclable part or assembly from a salvaged motor vehicle.
 - e. "Remanufactured replacement crash part" means a part returned to like-new condition by repairing, remachining, or rebuilding.
 - f. "Repair facility" means a collision repair center, a repair shop, a vehicle dealer, or any entity that repairs motor vehicle collision damage.
 - g. "Replacement crash part" means a part typically replaced during repair of a damaged motor vehicle, including exterior sheet metal and any plastic component such as a fender, hood, door, bumper system, or related structural component.

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1 2. Except as provided under subsection 4, before a repair facility installs any type of 2 replacement crash part, the repair facility shall disclose each type of replacement 3 crash part that will be installed and obtain written authorization from the motor 4 vehicle owner or the owner's authorized representative. 5 3. The following "Replacement Crash Parts Notice and Authorization Form", 6 reproduced in ten-point type or larger, must be attached to a copy of the collision 7 repair estimate and must be signed by the motor vehicle owner or the motor 8 vehicle owner's authorized representative before any replacement crash part is 9 installed subject to the conditions in subsection 4: 10 NOTICE TO CONSUMER 11 1. A replacement crash part is a part typically replaced during the repair of a 12 damaged motor vehicle, including exterior sheet metal and plastic 13 components such as fenders, hoods, doors, bumper systems, and related 14 structural components. The types of replacement crash parts listed on your estimate or repair order 15 2. No. _____ (copy attached) are from the categories checked 16 17 below. 18 Warranties for the types of replacement crash parts listed below are provided 3. 19 by the manufacturer or distributor of the replacement parts. Warranty 20 coverage varies. Ask your insurer or repair facility for specific, written 21 warranty information. Additional warranties for replacement crash parts will 22 be provided by __ 23 4. Replacement crash parts types: 24 a. New Original Equipment Manufacturer - A part that is made by the 25 motor vehicle manufacturer or the manufacturer's licensee and 26 distributed through the manufacturer's normal channels. 27 b. New Aftermarket - A part that is made by a person other than the motor 28 vehicle manufacturer or the manufacturer's licensee. 29 Recycled - A used part that is removed from another motor vehicle. C. 30 d. Remanufactured - A part that is returned to like-new condition by 31 repairing, remachining, or rebuilding.

| I understand that my motor vehicle will be repaired using the parts notated above. |
|--|
| I authorize the repair facility to install these parts. |

3 _____

Customer Signature Date

4. If a motor vehicle requires repair by a repair facility during the year of the motor vehicle's manufacture or in the two years following the year of manufacture, a repair facility shall use original equipment manufacturer replacement crash parts sufficient to maintain the manufacturer's warranty for fit, finish, structural integrity, corrosion resistance, dent resistance, and crash performance unless the motor vehicle owner consents in writing at the time of the repair to the use of parts other than new original equipment manufacturer replacement crash parts. An insurance company may not require the use of parts other than original equipment manufacturer replacement crash parts when negotiating with a facility for the repair of a motor vehicle during the year the motor vehicle was manufactured and the two years following the year of manufacture, unless the motor vehicle owner consents in writing at the time of the repair to the use of parts other than original equipment manufacturer replacement crash parts.