By: Curry

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A BILL TO BE ENTITLED 1 AN ACT 2 relating to the diagnosis, maintenance, and repair of certain motor 3 vehicles; providing a civil penalty. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Subtitle C, Title 5, Business & Commerce Code, is amended by adding Chapter 121 to read as follows: 6 7 CHAPTER 121. DIAGNOSIS, MAINTENANCE, AND REPAIR OF MOTOR VEHICLES Sec. 121.0001. DEFINITIONS. In this chapter: 8 9 (1) "Aftermarket part" means a part offered for sale 10 or for installation in or on a motor vehicle after the motor vehicle has left the motor vehicle manufacturer's production line. The 11 term does not include a piece of original equipment or part 12 13 manufactured for a motor vehicle manufacturer. 14 (2) "Barrier" means a restriction that prohibits, makes more difficult, or tends to make more difficult the ability of 15 16 an owner to repair the owner's motor vehicle in the manner the owner deems appropriate. 17 (3) "Critical repair information or tools" means 18 necessary compatibility information equipment, schematics, tools, 19 parts nomenclature or descriptions, parts catalogs, repair 20 procedures, training materials, software, or technology, including 21 information related to diagnostics, repair, and maintenance, 22 23 including calibration or recalibration of parts and systems, used 24 to return a motor vehicle to operational specifications.

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1	(4) "Dealer" has the meaning assigned by Section
2	503.001, Transportation Code.
3	(5) "Department" means the Texas Department of Motor
4	<u>Vehicles.</u>
5	(6) "Distributor" has the meaning assigned by Section
6	2301.002, Occupations Code.
7	(7) "Manufacturer" has the meaning assigned by Section
8	503.001, Transportation Code.
9	(8) "Motor vehicle" has the meaning assigned by
10	Section 501.002, Transportation Code.
11	(9) "Motor vehicle equipment" has the meaning assigned
12	by 49 U.S.C. Section 30102(a).
13	(10) "Motor vehicle repair facility" means a person
14	that is engaged in the business of diagnosis, maintenance, or
15	repair, including servicing and calibration, of motor vehicles or
16	motor vehicle equipment.
17	(11) "Owner" means a person, or the person's designee,
18	who owns or leases a motor vehicle. The term does not include a
19	manufacturer, a person acting on behalf of a manufacturer, a motor
20	vehicle financing company, a motor vehicle dealer, or a motor
21	vehicle lessor.
22	(12) "Remanufacturer" means a person who uses a
23	standardized industrial process that returns previously sold,
24	worn, or nonfunctional products to like new or better condition and
25	performance, resulting in a fully warranted product.
26	(13) "Service provider" means a designee of an owner
27	or a designee of a motor vehicle repair facility that is hired or

1	otherwise engaged by the owner or motor vehicle repair facility to
2	assist with the diagnosis and repair of a motor vehicle.
3	(14) "Specified legal barrier" means:
4	(A) a request or requirement that an owner waive
5	the owner's right to use a motor vehicle repair facility of the
6	owner's choice;
7	(B) offering compensation or another incentive
8	in exchange for an owner waiving the owner's right to use a motor
9	vehicle repair facility of the owner's choice; or
10	(C) any additional specified legal barrier
11	identified by department rule.
12	(15) "Standardized access platform" means a
13	cybersecure authentication and authorization system developed by a
14	manufacturer that has the capability to securely access and
15	communicate vehicle-generated data that emanates directly from the
16	motor vehicle by direct local and remote wireless data connections
17	bidirectionally and in real time.
18	(16) "Technological barrier" means a technological
19	restriction that prohibits, makes more difficult, or tends to make
20	more difficult the ability of an owner to repair the owner's motor
21	vehicle in the manner the owner deems appropriate. The term
22	includes a technological barrier adopted by rule by the department.
23	(17) "Telematics system" means a system in a motor
24	vehicle that collects information generated by the operation of the
25	motor vehicle and, using wireless communication, transmits the
26	information to a remote receiving point where it will be stored.
27	(18) "Vehicle-generated data" means direct,

1 real-time, onboard data generated by the operation of a motor 2 vehicle that is related to the motor vehicle's diagnostics, repair, or maintenance, including service, wear, and calibration or 3 recalibration of parts and systems, required to maintain or return 4 5 the motor vehicle to operational specifications in compliance with federal motor vehicle safety and emissions laws, regulations, and 6 7 standards. 8 Sec. 121.0002. MANUFACTURER BARRIERS PROHIBITED. А manufacturer may not use a technological barrier or specified legal 9 10 barrier that impairs the ability of: (1) an owner to access the vehicle-generated data 11 12 generated by the owner's motor vehicle that the manufacturer is required to make available under Sections 121.0003(a) and (b); 13 14 (2) an owner, an aftermarket parts manufacturer, an 15 aftermarket parts remanufacturer, a motor vehicle equipment manufacturer, a motor vehicle repair facility, a distributor, or a 16 17 service provider to access critical repair information or tools that the manufacturer is required to make available under Section 18 19 121.0003(c); 20 (3) an owner to use a service provider of the owner's choice; 21 22 (4) an aftermarket parts manufacturer, an aftermarket parts remanufacturer, a motor vehicle equipment manufacturer, a 23 24 motor vehicle repair facility, a distributor, or a service provider to produce or offer compatible aftermarket parts; or 25 26 (5) an owner to diagnose, repair, and maintain the owner's motor vehicle in the same manner as a manufacturer or motor 27

1 <u>vehicle dealer</u>.

Sec. 121.0003. DATA, INFORMATION, AND TOOL ACCESS. (a) A manufacturer shall provide to each owner of a motor vehicle manufactured by the manufacturer access to vehicle-generated data generated by the owner's vehicle without restriction, limitation, fee, license, or requiring use of a device mandated by the manufacturer to decrypt vehicle-generated data.

8 (b) If a manufacturer uses wireless technology or a 9 <u>telematics system to transmit vehicle-generated data, the</u> 10 <u>manufacturer shall provide access to the vehicle-generated data as</u> 11 <u>required under Subsection (a) and in a direct and wireless method</u> 12 <u>through a standardized access platform.</u>

13 (c) A manufacturer shall provide to an owner, aftermarket 14 parts manufacturer, aftermarket parts remanufacturer, motor 15 vehicle repair facility, distributor, or service provider of a 16 vehicle manufactured by the manufacturer access to critical repair 17 information or tools related to the motor vehicle without 18 restriction or limitation and at a fair, reasonable, and 19 nondiscriminatory cost.

20 (d) A manufacturer shall develop a system, either through an onboard screen or through an application that an owner can 21 22 download, that notifies an owner when the vehicle-generated data generated by the owner's motor vehicle is being accessed. 23 The 24 notification must specify if the access includes the ability for the person accessing the data to send a command or software update 25 26 to complete a repair. A manufacturer or person working on behalf of 27 a manufacturer may be considered an owner of a motor vehicle for the

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1	limited purpose of receiving a notification under this subsection
2	if permitted by the owner.
3	(e) A person that manages access to a motor vehicle's
4	vehicle-generated data transmitted by a standardized access
5	platform may not limit the number or types of persons that an owner
6	may designate as the owner's designee.
7	Sec. 121.0004. MANUFACTURER MANDATES PROHIBITED. (a) A
8	manufacturer may not, through repair or maintenance service
9	procedures, recommendations, service bulletins, repair manuals,
10	position statements, or other similar repair or maintenance
11	guidelines that the manufacturer distributes:
12	(1) mandate, or imply a mandate for, the use of a
13	particular brand or manufacturer of parts, tools, or equipment; or
14	(2) recommend the use of a particular brand or
15	manufacturer of parts, tools, or equipment, unless the manufacturer
16	provides a prominent notice immediately following the
17	recommendation, in the same font used in the recommendation and in a
18	font size no smaller than the font size used in the recommendation
19	that states, "NOTICE: Motor vehicle owners can choose which repair
20	parts, tools, and equipment to purchase and should carefully
21	consider their options."
22	(b) This section does not apply to recall or warranty
23	repairs.
24	Sec. 121.0005. CONTRACTS VOIDED. A provision of a contract
25	or arrangement that waives, avoids, restricts, or limits the
26	manufacturer's obligations under this chapter is void and
27	unenforceable.

Sec. 121.0006. REPORTS. The department shall, on or before 1 September 1 of each even-numbered year, submit a report to the 2 3 governor and the appropriate standing committees of the legislature 4 that includes: 5 (1) a summary of the department's administration and enforcement of this chapter; and 6 7 (2) the department's recommendations for legislation 8 that would improve the department's ability to further protect owners from limits on competition in motor vehicle repair and to 9 10 strengthen an owner's control over the data generated by the owner's motor vehicle. 11 12 Sec. 121.0007. RULES. (a) The department shall adopt rules to administer and enforce this section, including rules relating 13 14 to: 15 (1) prohibiting technological barriers; 16 (2) prohibiting specified legal barriers related to 17 motor vehicle repair or to an owner's control of data generated by the owner's motor vehicle; 18 19 (3) the types of data that constitute vehicle-generated data, unrestricted by whether the type of data is 20 related to motor vehicle repair, taking into consideration 21 22 cybersecurity and privacy; (4) allowing an owner to directly access the data 23 24 generated by the owner's motor vehicle; and 25 (5) requirements for manufacturers and motor vehicle 26 dealers to inform an owner at the point of purchase or lease of the motor vehicle owner's rights and the manufacturer's obligations 27

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1 under this chapter. 2 (b) The department shall at least once every three years review the department's authority under Subsection (a) and consider 3 whether it is necessary to adopt rules under that subsection to 4 5 ensure that standardized access platforms are effective for owners. 6 Sec. 121.0008. CIVIL PENALTY. (a) A manufacturer who violates Section 121.0002, 121.0003, or 121.0004 is liable to this 7 state for a civil penalty in an amount not to exceed \$10,000 for 8 each act of violation and each day a violation occurs or continues 9 10 to occur. (b) The attorney general may bring an action to recover the 11 12 civil penalty imposed under this section. (c) An action under this section may be brought in a 13 14 district court in: 15 (1) Travis County; or 16 (2) a county in which any part of the violation occurs. 17 (d) The attorney general may recover reasonable expenses incurred in obtaining a civil penalty under this section, including 18 court costs, reasonable attorney's fees, investigative costs, 19 witness fees, and deposition expenses. 20 21 Sec. 121.0009. CONSTRUCTION OF CHAPTER. This chapter may not be construed to prevent a manufacturer from using a 22 cryptographic or technological protection necessary to secure 23 24 motor vehicles, vehicle-generated data, or safety critical vehicle systems from an unintended audience. 25 SECTION 2. Section 121.0005, Business & Commerce Code, as 26

added by this Act, applies only to a contract or arrangement entered

into, renewed, or modified on or after the effective date of this
Act.

3 SECTION 3. This Act takes effect September 1, 2025.