Approved: March 30, 2001

MINUTES OF THE SENATE TRANSPORTATION COMMITTEE.

The meeting was called to order by Chairperson Les Donovan at 9:00 a.m. on March 27, 2001 in Room 245-N of the Capitol.

All members were present except:

Committee staff present:

Hank Avila, Legislative Research Department

Bruce Kinzie, Revisor of Statutes

Marian F. Holeman, Committee Secretary

Conferees appearing before the committee: Representative Findley

Steve Rarrick, Deputy Attorney General

Others attending:

See attached list.

HB 2145: Re motor vehicles; concerning safety belts

Representative Findley appeared as a proponent and explained the need for a bill to strengthen current Kansas law relating to warranties on motor vehicle safety belts (Attachment 1)

Steve Rarrick, Deputy Attorney General for Consumer Protection, also addressed the need for this bill to incorporate current federal standards applicable to modern seat belt systems, including seat belt components. Ford Motor Company had indicated they would change their policy, but so far they have done nothing (Attachment 2).

For member's information, Chairman Donovan read the copy, which he had just received, of a letter from the Ford Motor Company, addressed to "All Ford and Lincoln-Mercury Dealers in the State of Kansas" (Attachment 3). Members will be provided with a copy of this attachment.

Discussed current law and issues contained in HB 2145. The consumer protection language was amended into the bill on the House Floor, but there was a gentleman's agreement that when/if Ford Motor Company complies with the requirements, such language would be removed.

Chairman Donovan introduced an amendment to install **SB 172** as passed by the Senate Committee of the Whole into HB 2145. SB 172 deals with child restraint passenger safety seats, seat belts, etc. It passed out of the Senate on a 22-18 vote. The House has not acted on SB 172. It is hoped our action here will allow something to be done with it in conference. Senator Goodwin moved to so amend HB 2145. Senator Schodorf seconded the motion. On a count of votes the motion carried 5 to 4.

Senator Goodwin moved to pass out HB 2145 as amended. Senator Schodorf seconded the motion. On a count of votes, the motion carried 5 to 4.

The meeting adjourned at 9:30 a.m.

The next meeting is "on call."

SENATE TRANSPORTATION COMMITTEE GUEST LIST

DATE: MARCH 27, 2001

NAME	REPRESENTING
Bill Henry	K5 GoV. Consulting
Rosalie Thombelas	12007
DON Mª NEELY	KANSAS AUTOMOBILE DEALERS ASSN.
JIM WELCH	ATTERNEY GENERAL Office
STEUE RAINIEX	Deputy ATTORNEY GONERM
Maney Lindles	AG
Cardon Ward	AG
Jim KEATING	KANS, SAFE KIOS
Bub County	Ks Mial Jawyers Usson
Andy Shaw	Ke Motor Carriera assa.
Trista Bendles	Gavernor's Office
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TROY FINDLEY

REPRESENTATIVE. FORTY-SIXTH DISTRICT 2723 TRAIL DUST CT. LAWRENCE. KS 66046 (785) 729-1259

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HOUSE OF REPRESENTATIVES

DEMOCRATIC POLICY CHAIR

COMMITTEE ASSIGNMENTS

RANKING MEMBER: REDISTRICTING

MEMBER ETHICS & ELECTIONS NEW ECONOMY TAXATION

TESTIMONY IN SUPPORT OF HOUSE BILL 2145

Chairman Donovan and Members of the Senate Transportation Committee:

Thank you very much for the opportunity to testify today in support of House Bill 2145. HB 2145 seeks to strengthen the current Kansas law relating to warranties on motor vehicle safety belts.

HB 2145 was requested for introduction in response to contact I received last summer from a Douglas County resident expressing her frustration in having the motorized seatbelt on her car repaired. This constituent experienced problems with her motorized seat belt not retracting properly. At least one motor vehicle dealer informed her that the Kansas seat belt law had a list of parts that were covered and the part needed to retract her seat belt was not on that list.

Current Kansas law, KSA 8-2507, states that "a manufacturer of a motor vehicle sold in this state which is equipped with safety belts in compliance with federal motor vehicle safety standard no. 208, shall provide for a tenyear warranty on such safety belts."

Although this constituent was informed by a motor vehicle dealer that because safety belt motors are not specifically stated in the statute, the dealer was not obligated to honor the warranty, the Chief Counsel's Office of the National Highway Traffic Administration when contacted by our Legislative Research Department indicated that federal standard no. 208 <u>does</u> cover the motor. The Chief Counsel's Office recommended that the adoption of another federal regulation, 49 CFR 571.209, would ensure that all parts of the seat belt assembly are covered.

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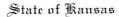
SENATE TRANSPORTATION
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ATTACHMENT: /

HB 2145 originally started out to accomplish the objective of guaranteeing that the motor of the safety belt assembly is covered in Kansas law by adopting federal regulation 209. Additionally, at the suggestion of the Revisor, I have also included the adoption of federal regulation 210, which covers the safety belt anchoring.

The House Transportation Committee amended the bill, as recommended by a subcommittee, to include all components relating to seat belts contained in federal standards 208, 209, 210, including but not limited to any motorized components.

The House Committee of the Whole further amended the bill to make any violation to be considered an unconscionable act and subject to any and all remedies and enforcement provisions of the Kansas consumer protection act.

Thank you for the opportunity to present testimony in support of HB 2145. I would encourage this committee's favorable action on this measure and I would be pleased to stand for questions.





Office of the Attorney General

CONSUMER PROTECTION/ANTITRUST DIVISION

120 S.W. 10th Avenue, 2nd Floor, Topeka, Kansas 66612-1597 Phone: (785) 296-3751 Fax: (785) 291-3699

> Consumer Hotline 1-800-432-2310

Testimony of
Steve Rarrick, Deputy Attorney General
Consumer Protection Division
Office of Attorney General Carla J. Stovall
Before the Senate Transportation Committee
RE: HB 2145
March 27, 2001

Chairperson Donovan and Members of the Committee:

Thank you for the opportunity to appear on behalf of Attorney General Carla J. Stovall today to testify in support of HB 2145. My name is Steve Rarrick and I am the Deputy Attorney General for Consumer Protection.

HB 2145 amends K.S.A. 8-2507, which requires manufacturers of vehicles sold in this State to provide a ten-year warranty on seat belts. The federal standard referenced in the current law was the applicable federal standard in 1986. HB 2145 would incorporate the current federal standards applicable to modern seat belt systems, which include motorized seat belt components.

This bill was proposed because one major domestic automobile manufacturer, Ford Motor Company, refused to warranty motorized seat belt components under this law, even though every other automobile manufacturer provided the required warranty for all seat belt components. Ford took the position that our statute did not require them to warranty motorized seat belt components since the federal safety standards of 1986 contained in current law did not include motorize seat belt components.

Ford makes at least two vehicle models with this type of seat belt. The vehicles are both lower priced compact cars. As a result of Ford's decision to decline warranty repairs on motorized seat belt components, Kansas consumers have incurred repair bills ranging from \$170 to over \$1,000, and others may have driven or been passengers in vehicles without working seat belt systems essential to their safety. We have had five formal complaints against Ford. Numerous other consumers have called our office, but didn't file formal complaints when they learned that our office has no authority to pursue violations of this law because it is not a violation of the Kansas Consumer Protection Act (KCPA).

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SENATE TRANSPORTATION COMMITTEE-DATE: 3-27-01
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Ford had indicated during House Transportation Committee and Subcommittee hearings that it would change its policy and provide refunds to consumers who were previously denied warranty coverage. On February 22, 2001, we hand-delivered to Ford representatives information from the 5 consumers who filed complaints with our office, but to date we have not received the promised refunds. In fact, it was not until after this bill was amended on the House floor to provide KCPA protections that Ford finally provided a letter to Representative John Ballou, the Chair of the House Transportation Subcommittee, indicating the promised change in policy. However, as of yesterday, service departments in the Ford dealers we contacted had not received this letter, so apparently many, if not all, Ford dealers in Kansas still have not been apprised of this change in policy.

The Attorney General believes this bill is necessary to address the position taken by Ford and to prevent other manufacturers from taking similar positions. As you can imagine, when a motorized component of a seat belt system fails, the seat belt system typically becomes an ineffective safety device. An example of a motorized component that might fail is a shoulder harness that runs on a track in the door and moves in and out of position when the car door is opened or shut. If the motorized component fails when the shoulder harness is in the forward position, the seat belt system simply does not work, and may actually pose a risk of injury rather than provide for safety.

HB 2145 provides the solution to this problem by amending the current statute to include the federal safety standards in effect today. This will effectively close the gap that Ford has found and require that all seat belt components be covered under the Kansas seat belt warranty law. It also allows the Attorney General to enforce the law under the KCPA when a manufacturer refuses to comply with the warranty requirements. Without this enforcement provision, consumers are faced with litigating with large automobile manufacturers, with no provision for attorneys fees or penalties. As you can imagine, consumers are not on a level playing field under those circumstances, and often would not be able to find an attorney willing to take their case for less than the cost of the seat belt repairs. Because all other manufacturers have complied with this law, we don't anticipate having to file many cases, if any, since even Ford has agreed to change its policy. However, without this enforcement mechanism, there is nothing to deter Ford or other manufacturers from using their unequal bargaining power to deny this important warranty protection to Kansas consumers.

Without this bill, we leave consumers at risk both financially and physically. By passing this bill, we believe you will clarify what the legislature intended when K.S.A. 8-2507 was enacted, which is to require automobile manufacturers to warranty all seat belt components for ten years to insure that automobiles sold in this State are equipped with this basic safety device which Kansans are required by law to use.

On behalf of Attorney General Stovall, I urge you to pass this bill out favorably. I would be happy to answer questions of the Chair or any member of the Committee.



Carl E. Bergman
Customer Service Operations Manager
Ford Customer Service Division
cbergman@ford.com
Phone: 313-248-1318

Ford Motor Company 16800 Executive Plaza Drive Mail Drop 2NE-2R Dearborn MI 48126-4207

March 23, 2001

To:

All Ford and Lincoln-Mercury Dealers in the State of Kansas

Subject: Ten-Year Safety Belt Warranty in the State of Kansas

The purpose of this letter is to announce an expanded parts listing for the unique warranty coverage on safety belts in the State of Kansas.

Background

Effective July 1, 1987, the State of Kansas passed a law requiring safety belts to be covered for 10 years regardless of mileage for all cars and light trucks with a GVW of 12,000 pounds or less.

Vehicle Eligibility

- Only vehicles <u>sold</u> and <u>registered</u> in the State of Kansas are eligible for the 10 year / unlimited mileage safety belt warranty coverage.
- If a customer moves to another state with the covered vehicle or if the covered vehicle is repaired outside the state of Kansas, it will be necessary for the customer to request a refund through their selling dealer or another Kansas dealer.
- Vehicles with a GVW greater than 12,000 pounds are not eligible for the 10 year / unlimited mileage seat belt warranty.

Warranty Coverage

All new vehicles sold by Ford Motor Company are provided with a 5-year/50,000 miles safety restraint warranty. The Kansas law extends the warranty coverage on safety belt components, to 10 years. This law does not extend the warranty coverage for any other components that might be covered under the Safety Restraint Warranty. To summarize, the Safety Restraint Warranty is still 5/50,000 for non-safety belt components and the warranty coverage for safety belt components is extended to 10 years with unlimited mileage.

Covered Components

The attached pages from the January 2001 Parts Coverage Directory have been revised to reflect an expanded list of components that are presently covered under the 10 Year Kansas State safety belt warranty. Please insert these pages into your Parts Coverage Directory. The January 2001 Parts Coverage Directory is available electronically via QCDealer, under the Service category look for "2001 Parts Coverage Directory".

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SENATE TRANSPORTATION
COMMITTEE-DATE: 3-27-01
ATTACHMENT: 3

Ford Motor Company, etv Restraint Part List for Kansas 10 Year Cover

Sofeti P.	and and and
Safety Restraint Part List for	r Kansas 10 Year Coverage
	610C23 - LH Cover Should - Ct
100907 - SWITCH ASSV Door Alar Warning	610C23 - LH Cover Shoulder Strap Retr.
17D 119 - SWITCH ASSV Seat Shoulder Street	610D44 - Track Assy - Seat Belt RH
riclease	610D45 - Track Assy - Seat Belt LH
14B136 - Front Seat Belt Switch Assembly	0 10D00 - Buckle Assy Child Soot Ball
14B138 - Rear Seat Belt Switch Assembly	010004 - SUDDOIT Front Soot Dalk Dall Dall
14B150 - Pight Seet Ball and Assembly	610C85 - Support Front Seat Belt Buckle RH
14B150 - Right Seat Belt Motor & Drive Assembly	610D94 - Kit-S/B Buckle Tongue
14D454	611B08 - RH Front Seat B. W. B.
14B151 - Left Seat Belt Motor & Drive Assembly	611B08 - RH Front Seat Belt Retractor Assy
147301 - SWITCH & WIFE Set Seat Belt Sensor	O. IDOO - LITE FOR SPAN HOLD DOTTO A
14A504 - Wire Set Seat Belt Retractor	- LAIGHSION ASSAMBLY COOL D-11
14A679 - Passive Restraint Module	or ibzo - bezei kit Front Seat Bolt
14A680 - Bracket - Passive Restraint Module	611D30 - Guide Rear Seat Shoulder Or
51756 - Potoines - Passive Restraint Module	611B32 - Plug Boot-Seat Belt Retractor
51756 - Retainer - Roof Side Inner	61140 - Cover-Front Seat Belt Boot
600A38 - Rear Set Belt & Buckle Assy.	611C40 - Shield Front Court Boot
00044 - RH Rear Seat Belt & Buckle	611C40 - Shield-Front Seat Belt Retractor
60045 - LH Rear Seat Belt & Buckle	O 17740 - Dell Assembly Front Cont
00 122 - Insulator-Right Seat Belt Anchor	011030 - Front Seat Relt Mounting Dist
601B30 - RH Bezel Rear Seat Shoulder Strap	O I DOU - DEIL ASSV-CANTAR DOCCOR
601B31 - LH Bezel Rear Seat Shoulder Strap	OTTOO - Rear Seat-Center Polt A
60132 - PU Strap Assar Seat Shoulder Strap	OTTOO - KIT Kear Seat Bolt Dottoot
60132 - RH Strap Assy Rear Seat Shoulder	611B69 - LH Rear Seat Belt Retractor Assy
60133 - LH Strap Assy Rear Seat Shoulder	611A70 - Shield-Front Seat Belt RH
00 1A90 - BUCKIE ASSV Rear Seat Belts	611B70 - Bolt Apply 5
00220 - RH Bezel Front Seat Belt Opening	611B70 - Belt Assy - Front Seat Center
5022 I - Lift Bezel Front Seat Relt Opening	O I I TO I TO SHOULD BOILD IN
00230 - RH Cover-Front Shoulder Strap	OTIA/2 - KH Seat Belt Assy-Complete
00231 - LH Cover-Front Shoulder Strap	OTTA/3 - Ln Seat Belt Assy-Complete
60232 - RH Belt Assy Front Seat	OTTE/O - Belt Front Seat Center
60233 - LH Belt Assy Front Seat	611B90 - Bezel-Rear Seat Belt
60234 - RH Boot Front Cont St.	612C00 - Bezel-Front Belt Tension Adjusted
60234 - RH Boot-Front Seat Shoulder Harness	61202 - RH Front Seat Belt Buckle
60235 - LH Boot-Front Seat Shoulder Harness	61203 - LH Front Seat Belt Buckle
602B34 - Track Front Seat Strap-RH	612B04 - Auxiliary Seat Belt
002B35 - Irack Front Seat Stran-I H	61209 - Bucklo Front O
002B38 - RH Brkt F/S Shoulder Strap Track	61209 - Buckle Front Seat Belt End
502539 - LH Brkt F/S Shoulder Strap Track	61212 - Bolt-Front Seat Belt Anchor
002D40 - Carrier Seat Belt Restraint PU	01210 - Reinforcement-Seat Belt Angles
602B41 - Carrier Seat Belt Restraint LH	O 12D TO - DEIL & BIICKIE Front Soot DI
602B46 - Belt Shoulder Strap	012019 - Belt & Buckle Front Sept I LI
602B48 - RH Guide Shoulder Strap	01222 - LOOD-Front Seat Belt Poteins-
602B49 - LH Guide Shoulder Strap	012040 - nandle Seat Relt Retractor
602B52 - BH Trook 5	01240 - Clip Kit Tot Guard
602B52 - RH Track Front Shoulder Belt	612A56 - Spacer-Shoulder Belt
602B53 - LH Track Front Shoulder Belt	612A64 - Cover-Seat Belt Buckle
602A54 - RH Buckle Assy Front Shoulder	613F00 - Hook Poes Control
002A33 - LH Buckle Assy Front Shoulder	613E00 - Hook Rear Seat Shoulder Strap
50256 - Guide Front Seat Belt Lower	613D10 - RH Guide Rear Seat Belt
60262 - Cover Front Seat Belt Guide	613D11 - LH Guide Rear Seat Belt
602B64 - RH Seal Shoulder Strap Track	0 13B32 - Cover Front Seat Belt Opening
602B65 - LH Seal Shoulder Strap Track	013C40 - RH Cover Rr St Bolt Dotto
60270 - RH Guide Front Seat S/S Lwr.	0 10047 - LH Cover Rr St Belt Retractor
60271 - LH Guide Front Seat S/S Lwr.	5 151(50 - Seat Belt Assv
602B82 - Adjustor Front Seat S/S Lwr.	613C54 - Cable-Seat Belt Anchor
602B82 - Adjuster Front Seat Strap	613D74 - Kit Child Seat Belt
60286 - Stop-Shoulder Strap	613B84 - RH Rear St Assy-Complete
610C06 - Extension-Front Seat Belt	613B85 - LH Rear St Assy-Complete
610D10 - Guide Rear Seat Belt	616B00 - Cover Child Co.
610C22 - RH Cover Shoulder Strap Retr.	616B00 - Cover Child Seat Belt Brkt

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