

FISCAL NOTE

STATE OF ALASKA
2009 LEGISLATIVE SESSION

Fiscal Note Number: 1
 Bill Version: CSHB 177(L&C)
 (H) Publish Date: 4/7/09

Identifier (file name): HB177-LAW-CIV-04-07-09 Dept. Affected: Law
 Title An Act relating to marine and motorized recreational products RDU Civil
 Component Commercial and Fair Business
 Sponsor REPRESENTATIVE(s) COGHILL, Herron, Neuman, et al.
 Requester LABOR & COMMERCE Component Number 2717

Expenditures/Revenues (Thousands of Dollars)

Note: Amounts do not include inflation unless otherwise noted below.

OPERATING EXPENDITURES	Appropriation Required	Information					
	FY 2010	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014	FY 2015
Personal Services							
Travel							
Contractual							
Supplies							
Equipment							
Land & Structures							
Grants & Claims							
Miscellaneous							
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL EXPENDITURES							
-----------------------------	--	--	--	--	--	--	--

CHANGE IN REVENUES ()							
-------------------------------	--	--	--	--	--	--	--

FUND SOURCE (Thousands of Dollars)

1002 Federal Receipts							
1003 GF Match							
1004 GF							
1005 GF/Program Receipts							
1037 GF/Mental Health							
Other Interagency Receipts							
TOTAL	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimate of any current year (FY2009) cost: _____

POSITIONS

Full-time							
Part-time							
Temporary							

ANALYSIS: (Attach a separate page if necessary)

See attached page...

Prepared by: Robert Meiners, Deputy Director
 Division Administrative Services Division
 Approved by: Wayne Anthony Ross
Attorney General

Phone 465-3673
 Date/Time 4/7/09 10:00 AM
 Date 4/7/2009

FISCAL NOTE #1

**STATE OF ALASKA
2009 LEGISLATIVE SESSION**

BILL NO. CSHB 177(L&C)

ANALYSIS CONTINUATION

HB 177 imposes conditions and requirements in franchise agreements between manufacturers and dealers of recreational and marine products. These products include all terrain vehicles, boats, and outboard motors. The bill also contains provisions that require manufacturers to implement warranty procedures that ensure dealers are paid at fair rates, and in a timely manner, for warranty repair work. Finally, the bill includes some consumer protection provisions that require dealers to provide written estimates of repair costs, obtain authorization before exceeding these costs, disclose whether repair work is done by certified mechanics, and whether work is paid on a commission basis. There is a "lemon law" feature of the bill that requires manufactures to replace or refund the purchase price of a product that has a serious defect that cannot be fixed within a year of the date of purchase, or if defect prevents the consumer from using the product for 30 or more days.

Violations of any provisions of this bill will also become violations of the consumer protection act, AS 45.50.471, which is enforced by the Department of Law. Although we expect this bill will result in a slight increase in the number of enforcement actions taken by the Department, the increase will be absorbed within existing resources.