

SENATE BILL NO. 144

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-THIRD LEGISLATURE - FIRST SESSION

BY SENATORS CLAMAN, Gray-Jackson

Introduced: 5/9/23

Referred: Labor & Commerce

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to rates and time allowances for motor vehicle warranty work."**

2 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

3 * **Section 1.** AS 45.25.210(b) is amended to read:

4 (b) The schedule of compensation must include compensation for parts and
5 labor and must comply with this section. The compensation for parts must include the
6 average retail percentage markup that the new motor vehicle dealer charges. **The**
7 **compensation for labor must include the rates and time allowances for warranty**
8 **work.**

9 * **Sec. 2.** AS 45.25.210(c) is amended to read:

10 (c) Unless otherwise agreed to by the manufacturer and the new motor vehicle
11 dealer, the rates **and time allowances** in the schedule of compensation may not be less
12 than the rates **and time allowances** that the new motor vehicle dealer charges retail
13 customers for similar nonwarranty service work.

14 * **Sec. 3.** AS 45.25.210 is amended by adding a new subsection to read:

15 (j) In this section,

1 (1) "rate" means the dollar amount that a manufacturer pays a new
2 motor vehicle dealer for one hour of labor;

3 (2) "time allowance" means the maximum number of hours of labor
4 that may be billed for a particular job.

5 * **Sec. 4.** AS 45.25.990(18) is amended to read:

6 (18) "schedule of compensation" means a schedule of compensation
7 established under AS 45.25.210 **that includes parts, rates for labor, and time**
8 **allowances for labor**;