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2013-2014 Regular Sessions

IN SENATE

May 7, 2013

Introduced by Sens. ZELDIN, LARKIN, MARCHIONE, MAZIARZ -- read twice and ordered printed, and when printed to be committed to the Committee on Consumer Protection

AN ACT to amend the general business law and the penal law, in relation to counterfeit and non-functional airbags

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- Section 1. Short title. This act shall be known and may be cited as the "Counterfeit Airbag Prevention Act".
- S 2. The general business law is amended by adding a new section 349-e to read as follows:
- S 349-E. COUNTERFEIT AND NON-FUNCTIONAL AIRBAGS. 1. AS USED IN THIS SECTION:
- 7 (A) "AIRBAG" SHALL MEAN ANY COMPONENT OF AN INFLATABLE RESTRAINT 8 SYSTEM AS SUCH TERM IS DEFINED IN SECTION ONE HUNDRED NINETEEN-B OF THE VEHICLE AND TRAFFIC LAW AND THAT IS DESIGNATED FOR THE 9 SPECIFIC MAKE, YEAR OF THE MOTOR VEHICLE TO BE INSTALLED AND TO OPERATE IN MODEL, AND 10 THE EVENT OF A CRASH. AIRBAG COMPONENTS INCLUDE BUT ARE NOT LIMITED 11 SENSORS, CONTROLLERS, INFLATOR, 12 THE COVER, WIRING, THE AIRBAG 13 ITSELF.
- 14 (B) "COUNTERFEIT AIRBAG" SHALL MEAN AN AIRBAG THAT BEARS, WITHOUT 15 AUTHORIZATION, A MARK IDENTICAL WITH, OR SUBSTANTIALLY SIMILAR TO, THE 16 GENUINE MARK OF THE MANUFACTURER OF SUCH MOTOR VEHICLE.
- 17 (C) "NON-FUNCTIONAL AIRBAG" SHALL MEAN A REPLACEMENT AIRBAG THAT HAD
 18 BEEN PREVIOUSLY DEPLOYED OR DAMAGED, OR THAT HAS AN ELECTRICAL FAULT
 19 THAT IS DETECTED BY THE VEHICLE AIRBAG DIAGNOSTIC SYSTEM AFTER THE
 20 INSTALLATION PROCEDURE IS COMPLETED. "NON-FUNCTIONAL AIRBAG" SHALL ALSO
 21 MEAN ANY OBJECT, INCLUDING A COUNTERFEIT OR REPAIRED AIRBAG COMPONENT
 22 INSTALLED TO DECEIVE THE VEHICLE OWNER OR OPERATOR INTO BELIEVING A
 23 FUNCTIONAL AIRBAG IS INSTALLED.

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EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [] is old law to be omitted.

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51 52 (D) "PERSON" SHALL MEAN A PERSON OR ANY DOMESTIC OR FOREIGN PARTNER-SHIP, FIRM, CORPORATION, COMPANY, TRUST, ASSOCIATION, GOVERNMENT, GOVERNMENTAL ENTITY, OR ANY AGENT OR EMPLOYEE THEREOF.

- 2. (A) IT SHALL BE UNLAWFUL FOR ANY PERSON TO KNOWINGLY:
- (I) MAKE, OFFER TO DISTRIBUTE OR DISTRIBUTE, OFFER TO SELL OR SELL A COUNTERFEIT OR NON-FUNCTIONAL AIRBAG;
 - (II) INSTALL OR REINSTALL A COUNTERFEIT OR NON-FUNCTIONAL AIRBAG IN ANY MOTOR VEHICLE, AS SUCH TERM IS DEFINED IN SECTION ONE HUNDRED TWEN-TY-FIVE OF THE VEHICLE AND TRAFFIC LAW;
- (III) OFFER TO DISTRIBUTE OR DISTRIBUTE, OFFER TO SELL OR SELL, INSTALL OR REINSTALL A COUNTERFEIT OR NON-FUNCTIONAL AIRBAG IN A MOTOR VEHICLE SO THAT THE READINESS INDICATOR LIGHT, AS SUCH TERM IS DEFINED IN SECTION ONE HUNDRED NINETEEN-B OF THE VEHICLE AND TRAFFIC LAW, FALSE-LY DISPLAYS THAT THE AIRBAG IS IN PROPER WORKING ORDER; OR
- (IV) REPRESENT TO ANOTHER PERSON THAT A COUNTERFEIT AIRBAG OR A NON-FUNCTIONAL AIRBAG INSTALLED OR REINSTALLED IN A MOTOR VEHICLE IS AN AIRBAG.
- (B) ANY PERSON WHO VIOLATES ANY PROVISION OF THIS SUBDIVISION SHALL BE GUILTY OF A CLASS A MISDEMEANOR PUNISHABLE AS PROVIDED FOR IN THE PENAL LAW.
- 3. WHENEVER THERE SHALL BE A VIOLATION OF THIS ARTICLE, APPLICATION MAY BE MADE BY THE ATTORNEY GENERAL IN THE NAME OF THE PEOPLE OF THE STATE OF NEW YORK TO A COURT OR JUSTICE HAVING JURISDICTION BY A SPECIAL PROCEEDING TO ISSUE AN INJUNCTION, AND UPON NOTICE TO THE DEFENDANT OF NOT LESS THAN FIVE DAYS, TO ENJOIN AND RESTRAIN THE CONTINUANCE OF SUCH VIOLATION; AND IF IT SHALL APPEAR TO THE SATISFACTION OF THE COURT OR JUSTICE THAT THE DEFENDANT HAS, IN FACT, VIOLATED THIS ARTICLE, AN INJUNCTION MAY BE ISSUED BY SUCH COURT OR JUSTICE, ENJOINING AND RESTRAINING ANY FURTHER VIOLATION, WITHOUT REQUIRING PROOF THAT ANY PERSON HAS, IN FACT, BEEN INJURED OR DAMAGED THEREBY. IN CONNECTION WITH ANY SUCH PROPOSED APPLICATION, THE ATTORNEY GENERAL IS AUTHORIZED TO PROOF AND MAKE A DETERMINATION OF THE RELEVANT FACTS AND TO ISSUE SUBPOENAS IN ACCORDANCE WITH THE CIVIL PRACTICE LAW AND RULES. WHENEVER THE COURT SHALL DETERMINE THAT A VIOLATION OF THIS ARTICLE HAS OCCURRED, COURT MAY IMPOSE A CIVIL PENALTY OF NOT MORE THAN TWO THOUSAND FIVE HUNDRED DOLLARS FOR A SINGLE VIOLATION AND NOT MORE THAN TWO HUNDRED FIFTY THOUSAND DOLLARS FOR MULTIPLE VIOLATIONS RESULTING FROM A SINGLE ACT OR INCIDENT. THE SECOND VIOLATION AND ANY VIOLATION COMMITTED THERE-AFTER SHALL BE PUNISHABLE BY A CIVIL PENALTY OF NOT MORE THAN FIVE THOU-SAND DOLLARS FOR A SINGLE VIOLATION AND NOT MORE THAN FIVE HUNDRED THOU-SAND DOLLARS FOR MULTIPLE VIOLATIONS RESULTING FROM A SINGLE ACT OR INCIDENT. NO PERSON, FIRM, PARTNERSHIP, ASSOCIATION OR CORPORATION SHALL DEEMED TO HAVE VIOLATED THE PROVISIONS OF THIS ARTICLE IF SUCH PERSON, FIRM, PARTNERSHIP, ASSOCIATION OR CORPORATION SHOWS, BY A PREPONDERANCE OF THE EVIDENCE, THAT THE VIOLATION WAS NOT INTENTIONAL AND RESULTED FROM A BONA FIDE ERROR MADE NOTWITHSTANDING THE MAINTENANCE OF PROCEDURES REASONABLY ADOPTED TO AVOID SUCH ERROR.
- S 3. Section 120.05 of the penal law is amended by adding a new subdivision 13 to read as follows:
- 13. HE COMMITS A VIOLATION OF SECTION THREE HUNDRED FORTY-NINE-E OF THE GENERAL BUSINESS LAW, AND SUCH ACT RESULTS IN OR SUBSTANTIALLY CONTRIBUTES TO SERIOUS PHYSICAL INJURY TO ANOTHER PERSON.
- S 4. Section 125.15 of the penal law is amended by adding a new subdivision 4 to read as follows:

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4. HE COMMITS A VIOLATION OF SECTION THREE HUNDRED FORTY-NINE-E OF THE GENERAL BUSINESS LAW, AND SUCH ACT RESULTS IN OR SUBSTANTIALLY CONTRIBUTES TO THE DEATH OF ANOTHER PERSON.

S 5. This act shall take effect on the first of November next succeeding the date on which it shall have become a law; provided, however, that violations of sections three and four of this act shall apply only to counterfeit or non-functional airbags installed on or after such date.