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(PSA Sec. 3(a)(1) Pouch Lour Mouse

U.S. CONSUMER PRODUCT SAFETY COMMISSION -

WASHINGTON, O. C. 20207

22

MAY 27 1982

OFFICE OF THE GENERAL COUNSEL

James F. Rill, Esquire Collier, Shannon, Rill & Scott Attorneys-at-Law 1055 Thomas Jefferson Street, N.W. Washington, D.. C. 20007

Dear Mr.Rill:

This letter responds to your letter of February 25, 1982, in which you request a determination. of whether certain high-whee walk-behind lawn mower models made by Kee Manufacturing Company, Inc., are consumer products and thus subject to the Safety Standard for Walk-Behind Power Lawn Mowers, 16 C.T.R. Part 1205. The data you have submitted indicate-that these mowers are not consumer products because consumers do not appear to "customarily" use them.

As you know, the term "consumer product" is defined in 15 U.S.C. \S 2052(a)(1), and the term does not include "any article which is not customarily produced or distributed for sale to, or use or consumption by, or enjoyment of, a consumer. "
The legislative history of this section indicates that products that are not used more than occasionally by consumers are not consumer products. H.R. Rep. No.92-1153,92d. Cong., 2d. Sess. 27 (1972).

In general, we have established no specific criteria to determine whether consumers use a product more than occasionally Instead, we review all available information relevant co a particular determination.

In the case of these Kee mowers, you have submitted the following data which indicate that the current use and distribution patterns of these mowers are such that these mowers do not fall within the definition of the term "consumer product

The weight and cost of these mowers exceed those of the usual consumer mowers. ADVICON CRIMON



- 2. The 20 inch diameter rear wheels make these mowers suitable for some mowing applications for which normal consumer mowers would be unsuited.
- 3. As shown by the letters from Kee's sales manager and advertising agency, and from two of Kee's major distributors, it appears that Kee's marketing and promotional activity is directed primarily toward commercial and agricultural users.
- 4. The three-point promotional plan for Kee's distributors and dealers that you outline should help ensure that any sales of these' mowers to consumers would be minimized and not more than occasional.

Our technical staff has reviewed the information which you submitted, and no information that would contradict any of the factors mentioned above has been brought to our attention. Therefore, based on all of these factors, we reached our conclusion that, at the present time, the use and distribution: patterns of these mowers are such that they are not consumer products.

We wish to stress, 'however, that this determination is based primarily on the information supplied by you, and, if data showing different use or distribution patterns become available, our determination could change. For example, if consumer use patterns were to change in the future so that these mowers would be used more than occasionally by consumers, they could then be considered subject to the standard.

Sincerely,

Martin Howard Katz General Counsel

RESTRICTED

Collier, Shannon. Rill & Scott

Chartered

Attorneys-at-Law 1055 Thomas Jefferson Street, N. W. Washington, D. C. 20007

> Telephone: (202) 342-8400 Writer's Direct Dial Number

MAR 2 1982 Description of the General Counsel Counsel

February 25, 1982

Margaret Freeston, Esq. Acting General Counsel Consumer Product Safety Commission Washington, D.C. 20007

Dear Ms. Freeston:

This letter is a request on behalf of Kee Manufacturing Company, Inc. ("Kee") for an interpretation, pursuant to 16 C.F.R. \$10007, of the Consumer Product Safety Act as it applies to the Commission's Safety Standard for Walk-Behind *Power Lawn Mowers, 16 C.F.R. Part 1205 ("Standard"). Specifically-, Kee requests a determination of whether the lawn mowers herein described constitutes a "consumer product" within the meaning of the Consumer Product Safety Act, 15 U.S.C. §2501, et seq. and of such Standard. 1/2

Kee manufactures a line of high-wheel walk-behind lawn mowers designed to meet the needs of commercial users in rural and agricultural areas of the Southeastern United States. This region is characterized by high weeds, deep sand and fast growing Argentine Bahia, Pensacola Bahia and St. Augustine grasses. Kee produces approximately-high-wheel mowers annually, resulting in total sales of the sales of replacement parts.

Although the Kee high-wheel mowers do not satisfy any of the express exclusionary criteria set forth at 15 C.F.R. §1205.1(c), their cost, physical characteristics and proposed marketing plan demonstrate that they are not consumer products within the terms or objectives of the Consumer Product Safety Act or the Standard. To construe them to be consumer products covered by the Act would impose a substantial compliance burden on Kee without reducing any actual risk of injury to consumers.

1. <u>Kee's High-Wheel Mowers Possess the Physical Characteristics</u> of Commercial Equipment

At the suggestion of representatives of the General Counsel's Office during a meeting with Kee's president, Mr. Duane Bustle, on September 28, 1981, Kee has prepared a chart comparing its high-wheel mowers with typical consumer-type mowers. This chart demonstrates the significant differences between these two types of products.

The mowers for which Kee requests an interpretation are identified as C-20, C-22, CG-22, C-25 and CG-25. Descriptions of these commercial mowers and their specifications are contained in Exhibit A, attached.

Comparison of High-Uhctl v. Consumer Walk-Behind Mowers

Kce

Ueinht

105-183 lbs.

Construction

Arc welded tubular steel frame suitable for rough and continuous commercial use. Deck made of rust-free, cast aluminum.

Overall Appearance

Simple functional design to permit optimal accessibility during maintenance and greater durability.

Blade Spindle

The spindle assembly consists of a 1" diameter blade shaft, two ball bearings, a bearing housing, a blade and a sheave for the belt drive. A V-belt from the blade engine to the blade spindle transmits the power required co rotate the blade spindle.

Wheels, Rear

cites, designed for use over rough agriculcura i terrain, sandy soil and tall grass in coastal areas of SE United States.

Wheels, Front

6" or 8" diameter rubber mounted on a steel hub with two ball bearings. On most models, the front wheel can swivel 360 degrees fot greater manoeuvrability during extended use.

Handle

A plow shear design handle to provide greaccr lateral control on rough terrain' and grades. Handle is cross braced and bolted to steel frame for continuous commercial use.

Height of Cut Adjustment

The blade is moved using a wrench coremove cwo 3/8" bolts.

Engine

5 H.P., 7 H.P. and 8 H.P. horizontal shaft engines.

Suggested List Price

20" blade, 5 H.P. push -

22" blade, 5 H.P. push -

22" blade, 5 H.P. self propel •

25" blade, 8 H.P. self propel -

Typical Consumer Mower •

49-102 lbs.

No frame used. Engine and handle are bolted to steel stamped deck.

Smooth lines, plated handles **and attractive** exterior finish designed for eye appeal to consumer.

Blade is mounted on **the** engine using the hole that is tapped in the end **of the** crankshaft. Crankshaft is **7/8"** in diameter.

8" diameter with either plastic or steel hub, usually with no ball bearings.

Same as rear wheels.

Two-piece tubular steel handle bolted together and connected co the mower deck by a pin or bolt.

Wheels raised or lowered using adjusting brackets CO which wheels are mounted. No tools required.

3 to 5 H.P. engine.

18"-20" blade, 3 or 3.5 H.P. push - Avg. \$210.

21" blade, **3/5** or 4 H.P. push **Avg. \$274.**

21" - 22" blade, **3.5 H.P.**, 4 H.P. 6 5 **H.P.** Self-propel **- Avg.** \$395.

25" blade, self propel -- (not aware of any consumer models in this cut width.)

*Note: Information on consumer type mowers was obtained from brochures featuring Southland, Mono, Falls/Sycamore, K & S, Harry, Snapper and Toro. Pricing information was obtained locally, by Kee, from two lawnmower dealers and one chain discount store.

Margaret Freeston, Esq. February 25, 1982 Page Three

As this comparison demonstrates, the characteristics of Kee high-wheel mowers provide a clear contrast to those of typical consumer products. Accordingly, they should not be covered by the safety standard. This conclusion would also be consistent with the treatment accorded the Toro commercial mowers which possess similar physical characteristics. See CPSC Advisory Opinion No. 284, (December 1, 1981).

2. Kee's High-Wheel Mowers Are Marketed Primarily to Commercial and Agricultural Users

In its advisory opinions to Bachtold and Toro the Commission indicated that a manufacturer's promotion and marketing patterns are significant factors in assessing whether a product is a commercial or consumer item. SeeBachtold Bros., Inc., CPSC Advisory Opinion No. 278 (August 14, 1980); Toro, supra at 1. The United States Court of Appeals for the District of Columbia has also emphasized this factor, stating that "there must be a significant marketing of that product as a distinct article of commerce for sale to consumers before the product may be considered as 'customarily' produced or distributed in that manner." ASG Industries, Inc. v. CPSC, 593 F.2d 1323, 1328 (D.C. Cir.) cert. denied, 444 U.S. 864 (1979). Last month the United States District Court for the District of Columbia reaffirmed the importance of the "significant marketing" requirement, holding that residential aluminum wiring is not a consumer product, because "it-is not customarily sold to consumers as an article of commerce." CPSC v. Anaconda Co., No. 77-1843 (D.D.C. Jan. 7, 1982).

Kee's high-wheel mowers are not marketed as an article of commerce for sale to the typical consumer. Kee's marketing and promotional activity is directed primarily toward commercial and agricultural users .2/ Kee advertises its high-wheel mowers in Yard & Garden, Outdoor Power Equipment and Lawn Care Industry--ail publications intended to reach commercial and agricultural users. While Kee does not have reliable information on the ultimate disposition of all of its mowers, known purchasers of Kee's products include municipalities throughout the

Letters from Kee's sales manager, Mr. Thomas Stanley and from two of Kee's major distributors, attest to the predominantly commercial use of Kee's high-wheel products.

The letters from Mr. Stanley, - are attached as Exhibits C and D.

A recent letter from Charles Gravel, President of Kee's advertising agency confirms that commercial users are the target of Kee's advertising campaign. This letter is attached as Exhibit B.

Margaret Freeston, Esq. February 25, 1982 Page Four

In planning its advertising strategy and other promotional activities, Kee relies heavily on the advice of its major distributors. Typical of the feedback Kee receives from its distributors is the letter it recently received from its

which accounts for a third of Kee's total sales of high-wheel mowers. In a recent letter to Kee's President, Wice President For Finance, advised that Kee's primary marketing efforts should be "aimed in the direction of serious, heavy duty grounds care applications such as municipal governments, local industrial grounds care and similar commercial applications."4/

In addition to the commercially-oriented marketing strategy just described, Kee's promotional plan at the retail level is carefully calculated to discourage the sale of its commercial-type products for unintended consumer user.



3. <u>Compliance With the Safety Standard Will Impose an Unreasonable Burden on Kee.</u>

The Commission has considered the degree of risk and the cost of compliance to be factors relevant to a determination of whether a product is a consumer or commercial item. In connection with the exclusion of reel-type mowers from the lawn mower standard, for example, the Commission observed that since reel mowers represented less than 1% of the walk-behind mower market, the low risk of injury from such mowers did not justify coverage within the standard. 44 Fed.Reg. 9997. Similarly, the high-wheel mowers of the type here at issue comprise only 1.1% of the total walk-behind power mower market. Moreover, because these mowers are customarily operated

The letter of is attached as Exhibit E.

^{5/} Figure reported in September-August 1981 Monthly Report of Shipments and Inventory released by Outdoor Power Equipment Institute.

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by knowledgeable and experienced commercial users, the risk of injury is significantly reduced. $\underline{6}$

Where the risk of injury associated with a product is low, the Commission and the courts have recognized that the cost of compliance may determine the proper scope of a standard's coverage. See 44 Fed.Reg. 9998; ASG Industries, Inc. v. CPSC, 593 F.2d 1323 (D.C.Cir. 1979); Aqua Slide 'N' Dive v. CPSC, 569 F.2d 831 (5th Cir. 1978). Thus, the Commission's decision to exclude certain large mowers from the Walk-Behind Mower Standard's coverage was based, in part, on the fact that commercial or specialty mowers are typically manufactured by small-sized firms that would be subjected to an unreasonable economic burden if forced to redesign their products to comply with consumer safety features. 44 Fed.Reg. 9998. As the Commissionobserved with respect to such companies, "[t]he economic burden for these manufacturers could be greater than that for the manufacturers of the smaller mowers usually used by consumers since they must spread the cost of compliance over fewer production units." Id. The Commission's reasoning is equally applicable to the high-wheel mowers manufactured by Kee.

To summarize, the unreasonable economic burden that compliance would impose on Kee as a small, specialty manufacturer, as well as the similarities in physical characteristics and promotional approach between Kee's high-wheel mowers and the Toro mowers recently categorized as commercial, support an interpretation from the Commission that Kee's high-wheel mowers are not consumer products within the meaning of the Consumer Product Safety Act, 15 U.S.P.C. 52501 et seq. and the Safety Standard for Walk-Behind Power Lawn Mowers, 16 C.F.R. Part 1205.

Although Kee does not have precise information on the rate of injury associated with high-wheel mowers, in the past ten years the company has sold over high-wheel mowers and received reports of only 10 injuries, establishing a rate of .-injuries per mower produced. Of these 10 claims, only two cases went to trial and in both instances Kee prevailed.

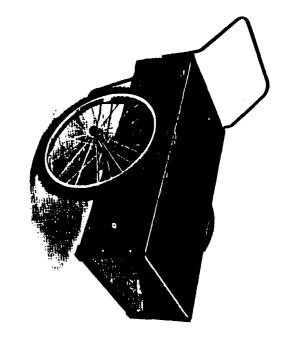
Kee considers the production and financial figures contained in this letter to be confidential and requests that it not be released by the Commission unless Kee is first given notice and an opportunity to document its request for confidential treatment.

Sincerely,

MAMES F. RILL

Attorney for Kee Manufacturing Company

JFR: jab Enclosure



THE MULE

... McDEL: K516C (Cart) / K516T Loed Capacity: 300 lbs., 5 cu. ft Inside Dimensions: 24" wide x Loed Capacity: 300 lbs., 5 cu. ft.

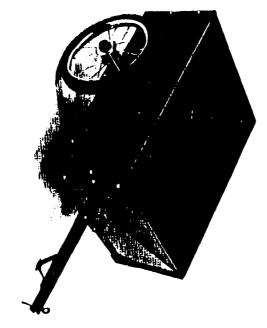
nside Dimensions: 24" wide x 32" long x 12" deep

nsealt Dimensions: 33%" wide x 45" long x 21" high

16" diameter semi-pneumatic wheels with ball bearings

MODEL K820C (Cart) / K820T (Trailer)
Load Capacity: 300 lbs., 8 cu, ft.
Inside Dimensions: 24" wide x 47%" long x 12" deep
Overall Dimensions: 37" wide x 60" long x 23" high
Big 20" diameter semi-pneumatic wheels with ball bea

MODEL K826C (Cart) / K826T (Trailer)
Load Capacity: 400 lbs., 8 cu. ft.
Inside Dimensions: 24" wide x 47" long x 12" deep
load Dimensions: 37" wide x 60" long x 26%" high
load Start wheels with ball bearings for easy push n or p
welded start wheels with ball bearings for easy push n or p n'iluq



STANDARD FEATURES 150

TALLANCES ON END FOR STORAGE. REGURES
LESS SPACE THAN MOST OTHER CARTS.

CATT ALIMINUM CORNER POSTS GIVE RIGID

AUTORIT FOR THOSE HEAVY LOADS.

THE LINE STEEL MAKE IT EARLY TO PURSON

YERSATILE CONVERSION FEATURE ALLOWS

YOU TO USE AS TRAILER OR CART
OR RUST.

SAT DIAMETER AXLE EXTENDS ALL THE WAY
SENEATH THE CART TO GIVE ADDED STRENGTH.

TO THE CART TO GIVE ADDED STRENGTH. SLIDE IN ON OUT REAR PANEL FOR EASY



Distributed By:

7

OF KIEERS MODEES

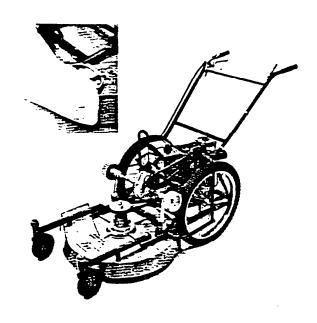
MODEL GC-22

ENGINES	WIDTH	HEIGHT	FRONT
AVAILABLE	CUT	CUT	WHEEL
(SPECIFY)			
5 H.P. BRIGGS	21 %"	ADJUSTABLE	8" SWIVEL
5 H.P. BRIGGS I/C**		2" to 3%"	
4% H.P. CLINTON'			
*(Cast Iron)			
AVAILABLE WITH	OR WITHOUT SI	ELF PROPEL	
ACCESSORIES		de rain	PART LENGENE
GRASS BAG KIT			850
SEMI PNEUMATIC	TIRES (AtN.C.)		750



MODEL GC-25 Commercial

ENGINES AVAILABLE SPECIFY &	MOTH CUT	HEIGHT CUT -	FRONTE TO THE STATE OF THE STAT
7 H.P. BRIGGS 8 H.P. KOHLER' *(Cast Iron)	24%"	ADJUSTABLE 2" to 3%"	6" SWIVEL (DUAL)
ACCESSORIES			
GRASS BAG KIT			850
BLADE CLUTCH			478



STANDARD KEE MOWER FEATURES

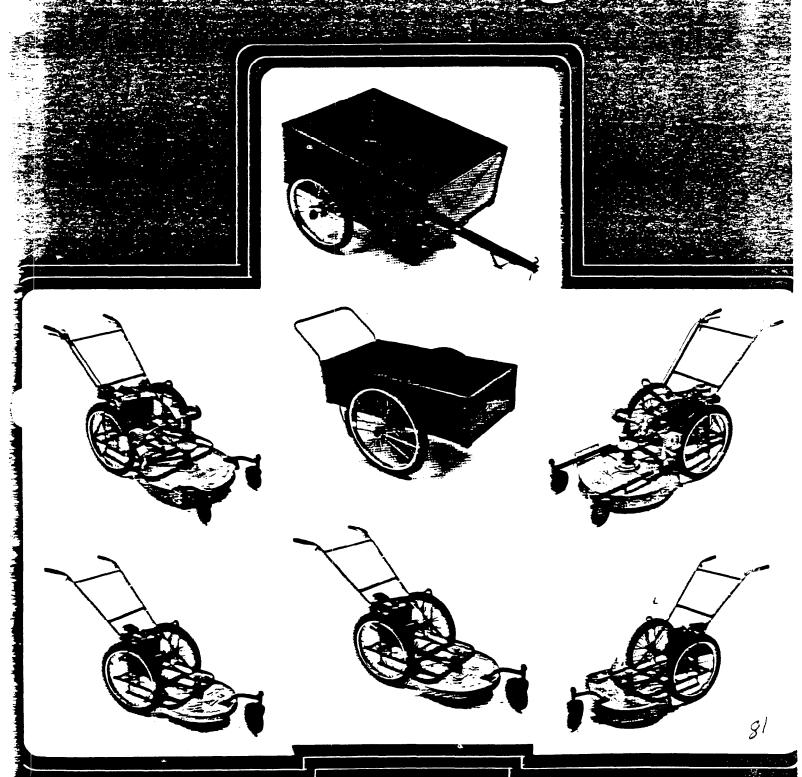
- CAST ALUMINUM ALLOYADECK
- INCH DIAMETER STEEL BLADE SHAFT
- GREASE FITTINGS AT ALE WEAR POINTS
- WELDED TUBULAR STEEL FRAMES
 HEAVY DUTY 36 SPOKE 20 INCH WHEELS
- · HEAVY DULY STEEL BLADE
- ACUSTABLE CONTINGUE GHE
- SELE PROPEL FEATURE
 - ENCLOSED CAST ALUMINUM GEAR BOX
- · CONVENIENT CONTROL UNIT

MANUVERABILITY: The large rear wheels take the work out of pushing the mower and the swivel front wheel(s) makes turning so easy. The mower balanced to properly distribute the weight to prevent the front end from "digging int."

MAINTAINABILITY The design is simple and all parts are accessible for easy maintenance and respection. Many parts are standard on all models.

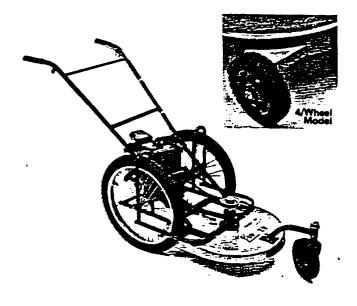
ECONOMY: Because of Kee's durability, the life test of the Kee Mower that is properly maintained can be as low as many brands that have less initial cost, and in addition, you will have the satisfaction of having a machine that is tough enough to get.

Kee Manufacturing Co-Inc.



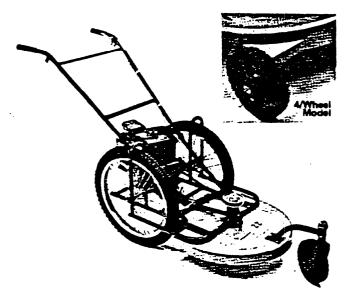
Manufacturers Of Quality Lawn & Garden Equipment Since 1948

KEECMODELS



MODELC-20

ENGINES	WIDTH	HEIGHT	FRONT	
AVAILABLE (απ <i>(,,,</i> ,∞,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	CUT TO	WHEELS	
(SPECIFY)	E 22-25	2 2 2 2	(SPECIFY)	
5 H.P. BRIGGS	20"	ADJUSTABLE	8" SWIVEL	
		1%" to 3"	or	
			6" FIXED	
			(4/W Model)	
AVAILABLE WITH OR WITHOUT SELF PROPEL				
ACCIS ORIES				
SEMI PNEUMATIC	TIRES (At N.C.)		750	
SIDE GUARDS			603	

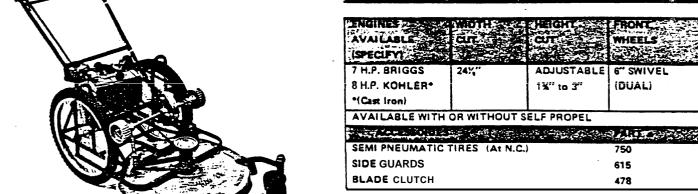


MODELC-22

ENGINES	HTOM	HEIGHT	FRONT
COM			SPECIEVE
S MP. BRIGGS	21 %"	ADJUSTABLE	8" SWIVEL
5 H.P. BRIGGS I/C**		1%" to 3"	or
4% H.P. CLINTON.		•	6" FIXED
'(cast Iron)			(4/W Modeli
AVAILABLE WITH OR WITHOUT SELF PROPEL			

AVAILABLE WITH OR WI			
ACCESSORIES		PART-	
SEMI PNEUMATIC TIRES	(At N.C.)	750	
SIDE GUARDS		609	ĺ





• * I/C Series equipped for Industrial/Commercial Applications, Standard with cast won cyliner sleeve, ball @@.comes. both sides, qual element air cleaner, Stellite ** exhaust valve and seat, positive type valve rotator.

Withhold - az, 63+64

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85

C



Quality Lawn & Garden Equipment Since 1948



January 28, 1982



To whom it may concern:

Based on my experience working within the dealer network which is comprised of-dealers throughout that the commercial consumer buys the bulk of Kee high wheel mowers.

In courkee high wheel mowers will be found in the parks departments, lawn care companies, industrial complexes, farm and groves.

By far the majority of machines sold in _____are composed in the categories stated above.

Because of the heavy construction and the high horsepower, the typical consumer would have little or no use for a machine such as ours.

Yours truly,

KEE MANUFACTURING COMPANY, INC.

Tom Stanley Sales Manager

TS/eb

Withhold - a2, b3 + b4

E

Withhold-az, b3 + by