



February 3, 2006

06V-052
(7 Pages)

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Associate Administrator for Enforcement
National Highway Traffic Safety Administration
U.S. Department of Transportation
400 Seventh Street SW
Washington, DC 20590

Dear Associate Administrator:

Pursuant to 49 CFR Part 573, Monaco Coach Corporation ("Monaco" or the "Company") is submitting this report to NHTSA concerning a safety recall campaign, which is being voluntarily initiated. Specific information is as follows:

573.5(c)(2)

The affected vehicles are:

2006 Holiday Rambler Next Level Travel Trailers
2006 Holiday Rambler Next Level Fifth Wheels
2006 McKenzie Dune Chaser Travel Trailers
2006 McKenzie Dune Chaser Fifth Wheels

The affected vehicles were manufactured from November 28, 2005 through January 20, 2006.

The recall population was determined from the manufacturing records for the Company's manufacturing facility in Elkhart, Indiana which produced the affected vehicles. All affected vehicles within the above date range with the optional 40 gallon refueling station and the defective Graco Manufacturing ("Graco") pump (the "refueling station pump") with the date code of L05A or A06A are included in this recall.

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573.5(c)(3)

A total of **one hundred and twenty-four (124)** travel trailers and fifth wheels are in the recall population for the United States. Specific vehicle Serial Number and VIN break points are as follows:

Holiday Rambler

2006 Next Level Travel Trailers with the starting Serial Number 060310272870007-162838 ending with 060310272870007-164809. The VIN range for these units is 1KB192J2X6E162838 through 1KB192J226E164809.

2006 Next Level Fifth Wheels with the starting Serial Number 060312273470007-158962 ending with 060312273870107-164739. The VIN range for these units is 1KB392P316E158962 through 1KB392U306E164739.

McKenzie

2006 Dune Chaser Travel Trailers with the starting Serial Number 060310282870007-162861 ending with 060310282870007-163460. The VIN range for these units is 4K0192J266E162861 through 4K0192J246E163460.

2006 Dune Chaser Fifth Wheels with the starting Serial Number 060312283870107-158972 ending with 060312283870007-164729. The VIN range for these units is 4K0392U3X6E158972 through 4K0392U396E164729.

573.5(c)(4)

Monaco was advised by Graco, the manufacturer and supplier of the refueling station pump, that Graco sold 129 refueling station pumps to Monaco; 80 of which were used in production, 48 distributed to aftermarket part sales, and 1 sent for testing to Research and Development. The parts sales group has 18 refueling station pumps to be returned to Graco and 30 were sent to dealers and are in the process of being traced. Production has a remaining inventory of 24 refueling station pumps for return to Graco, leaving 56 installed refueling station pumps to be located among a total of 124 towables. Finally, the one refueling station pump sent to research and development has been located and will be returned to Graco. Therefore, Monaco has determined that approximately 45% of the travel trailer and fifth wheels in this recall population will need to have the refueling station pumps replaced.

573.5(c)(5)

Monaco was notified on January 27, 2006, that refueling station pumps built by Graco between December 1, 2005 and January 19, 2006 with date codes L05A and A06A need to be repaired for a potential leaking inlet fitting on the refueling station pumps. Graco states the assembler did not use correct amount of thread sealer on the inlet fitting, thereby allowing the fitting to seep. The refueling station pump is in the street side lower rear compartment at frame level of the affected vehicles. Refueling station pumps having an incorrect amount of thread sealer could leak and result in a fire or explosion causing bodily harm.

573.5(c)(6)

Monaco was notified by Graco by US mail of this issue on January 27, 2006. On January 30, 2006, Monaco put a stop ship order on units in dispatch. On January 31, 2006, Monaco created a scope and detail of potential units and refueling station pumps. Monaco is currently not aware of any reported leak problems with the refueling station pumps and thus no known casualties or losses related to this issue.

573.5(c)(7)

The Company relied upon Graco for testing of the refueling station pumps supplied to Monaco.

573.5(c)(8)

Graco has recommended replacement of all refueling station pumps within the suspected date code range. According to Graco, there is no reliable method for a customer or dealer to reseal and pressure test fittings in the field. Therefore, all of the affected vehicles must be inspected to find the date codes on the refueling station pumps and determine if the pumps need to be replaced.

Copies of the drafts of owner and dealer notification letters have been included for your approval. Repair instructions and final owner and dealer notification letters will be provided pending approval and recall number. The Company is prepared to begin Dealer and Owner notification in February 2006.

Sincerely,

A handwritten signature in cursive script that reads "Michael Atkinson".

Michael Atkinson
Recall Administrator
Monaco Coach Corporation



February XX, 2006

VEHICLE SAFETY DEFECT SERVICE BULLETIN
Recall Campaign No. XXVXXXXXX
Monaco File # R06004

Re: Safety Recall – Refueling Station Pump

Dear Owner:

This notice is sent to you in accordance with the requirements of the National Traffic and Motor Vehicle Safety Act.

Monaco Coach Corporation has decided that a defect which relates to motor vehicle safety exists in specific 2006 Holiday Rambler Next Level Travel Trailers and Fifth Wheels and specific 2006 McKenzie Dune Chaser Travel Trailers and Fifth Wheels manufactured from November 28, 2005 through January 20, 2006.

According to our information, your unit identified on the enclosed form is affected. *Federal law requires that any vehicle lessor receiving this recall notice must forward a copy of this notice to the lessee within ten days.*

Monaco Coach Corporation became aware of a defect with regards to the optional Graco refueling station pumps used on specific 2006 Holiday Rambler Next Level Travel Trailers and Fifth Wheels and specific 2006 McKenzie Dune Chaser Travel Trailers and Fifth Wheels. The defect relates to a potential leak at the inlet fitting of the refueling station pump. The inlet fitting may not have the correct amount of thread sealer which may allow the fitting to seep. If the fitting would leak, it could result in a fire or explosion causing bodily harm. As a precautionary measure, Monaco Coach Corporation with Graco Manufacturing has elected to perform this voluntary safety recall.

The remedy will involve inspecting the manufacturer and the date code (series) on the refueling station pump to determine if defective. If the pump is defective, the pump will be replaced with a new one. The refueling station pump is located in the lower rear compartment on the street side at frame level. The inspection of the date code can be performed by you, the owner, if you feel comfortable doing so. The date code is listed as series on the identification tag of the Graco refueling station pump. If the date code (series) is L05A or A06A, then you have a defective pump that needs to be taken to a servicing dealer to have it replaced. However, if your pump doesn't have either of these date codes, then you will need to fill out section 2 of the Recall Notification Form enclosed with this letter. Please state that you inspected the pump and include the date code of your pump, your signature, and the date of inspection and tear off the postcard section of the notice and return it to us via US mail.

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If you take your vehicle to a servicing dealer, the recall repair will be performed at no cost to you. If you had the defect, which is the subject of this letter, remedied prior to receiving this letter, you may be eligible for reimbursement by Monaco Coach Corporation for your remedy costs.

You may contact your Monaco Coach Corporation dealer to arrange for a service appointment. Instructions for making this correction have been sent to your dealer and parts are readily available.

The labor time necessary to perform this recall campaign is approximately 1.0 hours. Please ask your dealer if you wish to know how much additional time may be needed to schedule and process your vehicle.

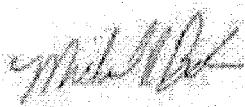
The enclosed Recall Notification Form identifies your travel trailer or fifth wheel and will serve as an authorization and claim form to have the correction made. Presentation of this form to your dealer will assist in making the necessary correction in the shortest possible time. If you have sold or traded your vehicle, or for any reason cannot have this recall service performed, please let us know by completing the postage paid reply card and returning it to us promptly.

Your Monaco Coach Corporation dealer is best equipped to provide service to ensure your vehicle is corrected as promptly as possible. If, however, you take your unit to your dealer on the agreed service date and the dealer does not remedy this condition on that date or within three (3) days, please call our toll free recall hotline at (800) 685-6545 or our toll free number for Technical Service at (877) 466-6226.

If, after contacting your dealer, and the recall assistance service line, you believe Monaco Coach Corporation has failed or has been unable to remedy the noncompliance without charge or there has been an unreasonable delay in securing the remedy, you may submit a complaint to the Administrator, National Highway Traffic Safety Administration, 400 Seventh Street, SW, Washington, DC 20590; or call the toll-free Vehicle Safety Hotline at 1-888-327-4236 (TTY:1-800-424-9153); or go to <http://www.safercar.gov>.

We apologize for any inconvenience that this may cause you. However, we have taken this action in the interest of your safety and continued satisfaction with your Monaco Coach Corporation vehicle.

Sincerely,

A handwritten signature in dark ink, appearing to read "Michael R. Becker", is positioned above the typed name.

Michael R. Becker
Customer Service Manager
Monaco Coach Corporation



February XX, 2006

VEHICLE SAFETY DEFECT SERVICE BULLETIN
Recall Campaign XXVXXXXXX
Monaco File # R06004

Re: Safety Recall – Refueling Station Pump

Dear Monaco Coach Corporation Dealer:

Monaco Coach Corporation has decided that a defect which relates to motor vehicle safety exists in specific 2006 Holiday Rambler Next Level Travel Trailers and Fifth Wheels and specific 2006 McKenzie Dune Chaser Travel Trailers and Fifth Wheels manufactured from November 28, 2005 through January 20, 2006.

A copy of the notification letter that is being sent to owners is enclosed.

The National Traffic and Motor Vehicle Safety Act provides that each vehicle that is subject to a recall campaign of this type must be adequately repaired within a reasonable time after the owner has tendered it for repair. Generally, failure to repair within sixty (60) days after the owner's first delivery for repair is assumed to be an unreasonable delay.

THE ISSUE

Monaco Coach Corporation became aware of a defect with regards to the optional Graco refueling station pump with date codes of either L05A or A06A used on specific 2006 Holiday Rambler Next Level Travel Trailers and Fifth Wheels and specific 2006 McKenzie Dune Chaser Travel Trailers and Fifth Wheels. The defect relates to a potential leak at the inlet fitting of the refueling station pump. The inlet fitting may not have the correct amount of thread sealer which may allow the fitting to seep. If the fitting would leak, it could result in a fire or explosion causing bodily harm. As a precautionary measure, Monaco Coach Corporation with Graco Manufacturing has elected to perform this voluntary safety recall.

AFFECTED UNITS

The affected vehicles are:

2006 Holiday Rambler Next Level Travel Trailers, 2006 Holiday Rambler Next Level Fifth Wheels, 2006 McKenzie Dune Chaser Travel Trailers and 2006 McKenzie Dune Chaser Fifth Wheels

The affected vehicles were manufactured from November 28, 2005 through January 20, 2006. Specific vehicle Serial Number and VIN break points are as follows:

Holiday Rambler

2006 Next Level Travel Trailers with the starting Serial Number 060310272870007-162838 ending with 060310272870007-164809. The VIN range for these units is 1KB192J2X6E162838 through 1KB192J226E164809.

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THE REPAIR

The remedy will involve inspecting the manufacturer and the date code (series) on the refueling station pump to determine if defective. If the pump is defective, it will need to be replaced with a new one and the old returned to Monaco. The refueling station pump is in the lower rear compartment on the street side at frame level. Please review the repair instructions for the labor operation code and labor time allowance. Parts are readily available by faxing the enclosed Recall Parts Purchase Order to 1-800-498-9478. If you have any questions concerning the repair procedure, please contact a member of our Technical Support staff toll free at 877-332-9239.

DEALER CAMPAIGN RESPONSIBILITY

If our records indicate that you have any of the affected vehicles in your inventory, you will also receive an owner notification letter identifying those units. *Federal law requires that any vehicle lesser receiving this recall notice must forward a copy of this notice to the lessee within ten days.*

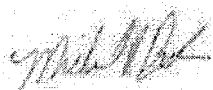
All unsold new/used vehicles in dealer's possession and subject to this campaign must be held and inspected/repaired per the service procedure of this campaign bulletin before owners take possession of these vehicles. Dealers are to service all vehicles subject to this campaign at no charge to owners, regardless of mileage, age of vehicle, or ownership, from this time forward.

Owners of vehicles recently sold from your new/used vehicle inventory for which the dealer receives the owner recall notification are to be contacted by the dealer, and arrangements made to make the required correction according to the instructions enclosed with this bulletin. This could be done by mailing to such owners a copy of the applicable owner letter accompanying this bulletin. Please also notify Monaco Coach Corporation of any such owner you have received notification for.

In summary, whenever a vehicle subject to this campaign enters your vehicle inventory, or is in your dealership for service in the future, please take the steps necessary to be sure the campaign correction has been made before selling or releasing the vehicle.

In addition to a letter, owners will receive a recall notification/dealer claim form. The vehicle owner will present this form to you upon arrival for the service appointment. Please review the instructions on the face of the notification form and fill in the claim portion when the repair is completed.

Sincerely,



Customer Service Manager
Monaco Coach Corporation