



07V-481  
(2 Pages)

October 10, 2007

CERTIFIED E-MAIL  
RETURN READ RECEIPT REQUESTED

Associate Administrator for Enforcement  
National Highway Traffic Safety Administration  
U.S. Department of Transportation  
1200 New Jersey Avenue, SE  
West Building  
Washington, DC 20590

Dear Associate Administrator:

Pursuant to 49 CFR Part 573, Monaco Coach Corporation ("Monaco" or the "Company") has decided that a non-compliance with Federal Motor Vehicle Safety Standard No. 207 exists in the motor vehicles listed below and is submitting this report to NHTSA concerning a recall campaign, which is being voluntarily initiated. As explained below, the campaign will be conducted and administered by Villa International ("Villa"), the manufacturer of the affected air suspension seats. Specific information is as follows:

573.5(c)(2)

The affected vehicles include the following Class A Motorhomes:

**Monaco:** 2006-2008 Signatures (55)

The affected motorhomes were manufactured from December 14, 2005 through September 7, 2007.

573.5(c)(3)

A total of **fifty-five** (55) Class A motorhomes are in the total recall population. Of this total, **fifty-three** (53) are in the recall population for the United States and **two** (2) were exported.

573.5(c)(4)

Villa will be campaigning one hundred percent (100%) of the recall population. Two (2) motorhomes in the United States recall population have been repaired. Therefore, fifty-one (51) motorhomes are still needing to have the repair performed, or approximately 96% of the United State recall population.

The recall population was determined from seat purchase records supplied by Villa and from the manufacturing records for the Company's manufacturing facility in Coburg, Oregon, which produced the affected vehicles.

573.5(c)(5)

Monaco received an email on October 3, 2007 from Villa notifying us that Villa had decided that certain Air Ride Driver seats with isri air suspension and a V2500/V2000 ISS ADNİK/VILLA frame manufactured between July 2005 and September 17, 2007, fail to conform to Federal Motor Vehicle Safety Standard ("FMVSS") No. 207, "Seating Systems." The location of the noncompliance is at the pilot seat pedestal.

According to Villa, the affected seats may have the lower slide rails of the air suspension can fail in the event of a vehicle crash, potentially leading to separation of the seat from the seat pedestal which may lead to personal injury of the vehicle occupant(s).

573.5(c)(7)

Villa performed in house testing before notifying Monaco that these affected seats failed to conform to FMVSS No. 207.

573.5(c)(8)

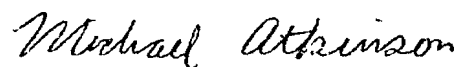
Monaco Coach Corporation will be sending a notification letter to all current owners of motorhomes in the recall population. The remedy for the noncompliance is to install two reinforcement tethers between the front of the seat pedestal and the top of the air suspension. This remedy will be done at no cost to the owner.

It is our understanding that Villa has forwarded to NHTSA its 573 defect information report. While Monaco intends to mail the 577 owner notification letter when pertinent information is received from Villa, Villa will be administering this recall and reporting quarterly to NHTSA. Monaco will forward the draft of the 577 owner notification letter for your review as soon as we receive the requisite information from Villa to complete the 577.

Please acknowledge receipt of this defect information report and provide the recall number that will be assigned by NHTSA to this campaign.

Thank you for your assistance.

Sincerely,



Michael Atkinson  
Recall Administrator  
Monaco Coach Corporation