HOUSE BILL 126

(3lr0375)

ENROLLED BILL

— Economic Matters/Finance —

Introduced by **Delegate Davis**

Read and Examined by Proofreaders:

Proofreader.

Sealed with the Great Seal and presented to the Governor, for his approval this

_____ day of ______ at _____ o'clock, _____M.

Speaker.

CHAPTER _____

1 AN ACT concerning

2 Consumer Protection – Maryland Consumer Protection Act – Scope and 3 Penalties

FOR the purpose of expanding the definition of "consumer" under the Maryland 4 Consumer Protection Act to include a certain organization that purchases, $\mathbf{5}$ rents, or leases goods or services for the benefit of the members of the 6 7 organization; expanding the definition of "consumer goods" and "consumer services" under the Marvland Consumer Protection Act to include certain goods 8 and services purchased, rented, or leased by a certain organization for the benefit 9 of members of the organization establishing that an unfair or deceptive trade 10 practice includes an act or omission relating to the purchase, rental, or lease by 11 a certain organization of certain goods or services; altering certain criminal 12penalties for a violation of the Maryland Consumer Protection Act making this 13 14Act subject to a certain contingency: requiring the Division of Consumer Protection of the Office of the Attorney General to give a certain notice to the 15

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber/conference committee amendments

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1 Department of Legislative Services under certain circumstances; providing that $\mathbf{2}$ this Act shall be null and void and of no force and effect under certain 3 *circumstances*; and generally relating to the scope of the Maryland Consumer 4 Protection Act and penalties for violations of that Act. BY repealing and reenacting, without amendments, $\mathbf{5}$ 6 Article – Commercial Law 7 Section 13-101(a)Annotated Code of Maryland 8 9 (2005 Replacement Volume and 2012 Supplement) 10 BY repealing and reenacting, with amendments, Article – Commercial Law 11 12Section 13–101(c) and (d), 13–301(14)(xxix) and (15), and 13–411 Annotated Code of Maryland 13(2005 Replacement Volume and 2012 Supplement) 1415BY adding to Article - Commercial Law 16 Section 13-301(16) 17Annotated Code of Marvland 18 (2005 Replacement Volume and 2012 Supplement) 19 20SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 21MARYLAND, That the Laws of Maryland read as follows: 22Article – Commercial Law 2313 - 101.24(a) In this title the following words have the meanings indicated. 25"Consumer" means an actual or prospective purchaser, lessee, or (c) (1)26recipient of consumer goods, consumer services, consumer realty, or consumer credit. "Consumer" includes: 27(2)A co-obligor or surety for a consumer; 28(i) 29A licensee or recipient of computer information or computer (ii) programs under a consumer contract as defined in § 22–102 of this article; [or] 30 31An individual who sells or offers for sale to a merchant (iii) 32consumer goods or consumer realty that the individual acquired primarily for

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33 personal, household, family, or agricultural purposes; OR

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$ \begin{array}{c} 1 \\ 2 \\ 3 \\ 4 \end{array} $	(IV) A FRATERNAL, RELIGIOUS, CIVIC, PATRIOTIC, EDUCATIONAL, OR CHARITABLE ORGANIZATION THAT PURCHASES, RENTS, OR LEASES GOODS OR SERVICES FOR THE BENEFIT OF THE MEMBERS OF THE ORGANIZATION.
5 6 7 8	(d) (1) <u>"Consumer credit", "consumer debts", "consumer goods", "consumer realty", and "consumer services" mean, respectively, credit, debts or obligations, goods, real property, and services which are primarily for personal, household, family, or agricultural purposes.</u>
9 10 11 12 13	(2) "CONSUMER GOODS" AND "CONSUMER SERVICES" INCLUDE, RESPECTIVELY, GOODS AND SERVICES WHICH ARE PURCHASED, RENTED, OR LEASED BY A FRATERNAL, RELIGIOUS, CIVIC, PATRIOTIC, EDUCATIONAL, OR CHARITABLE ORGANIZATION FOR THE BENEFIT OF THE MEMBERS OF THE ORGANIZATION.
14 15	13-301. Unfair or deceptive trade practices include any:
16	(14) Violation of a provision of:
17	(xxix) Title 19, Subtitle 7 of the Business Regulation Article; [or]
18 19 20 21	(15) Act or omission that relates to a residential building and that is chargeable as a misdemeanor under or otherwise violates a provision of the Energy Conservation Building Standards Act, Title 7, Subtitle 4 of the Public Utilities Article; OR
22 23 24 25	(16) ACT OR OMISSION THAT RELATES TO THE PURCHASE, RENTAL, OR LEASE BY A FRATERNAL, RELIGIOUS, CIVIC, PATRIOTIC, EDUCATIONAL, OR CHARITABLE ORGANIZATION OF GOODS OR SERVICES FOR THE BENEFIT OF THE MEMBERS OF THE ORGANIZATION.
26	13-411.
27 28 29 30 31	(a) Except as provided in subsection (b) of this section, any person who violates any provision of this title is guilty of a misdemeanor and, unless another criminal penalty is specifically provided elsewhere, on conviction is subject to a fine not exceeding [\$1,000] \$3,000 or imprisonment not exceeding [one year] 3 YEARS or both, in addition to any civil penalties.

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4 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 October 1, 2013.

Approved:

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Governor.

Speaker of the House of Delegates.

President of the Senate.