Department of Legislative Services

Maryland General Assembly 2020 Session

FISCAL AND POLICY NOTE First Reader

Senate Bill 626 Finance

(Senator Kramer, et al.)

Retail Pet Stores - Transportation of Cats and Dogs by Common Carrier - Prohibition

This bill prohibits a retail pet store from transporting into or within the State, by common carrier or other for-hire transportation service, cats or dogs for sale or transfer in the State. The bill takes effect July 1, 2020.

Fiscal Summary

State Effect: The bill's imposition of existing penalty provisions does not have a material impact on State finances or operations. The Office of the Attorney General, Consumer Protection Division, can handle the bill's requirements with existing resources

Local Effect: The bill does not materially affect local government finances or operations.

Small Business Effect: Minimal.

Analysis

Current Law/Background: In general, a dog or cat younger than eight weeks of age may not be sold or distributed in the State unless it is accompanied by its female parent. A person must obtain a local kennel license if the person (1) owns or has custody of six or more unspayed female dogs over six months old and kept for the purpose of breeding and selling their offspring or (2) sells dogs from six or more litters per year.

Pursuant to Chapter 237 of 2018, a retail pet store is prohibited from offering for sale or otherwise transferring or disposing of cats or dogs, effective January 1, 2020. This prohibition may not be construed to prohibit a retail pet store from collaborating with an

animal welfare organization or animal control unit to offer space for those entities to showcase cats or dogs for adoption. "Retail pet store" means a for-profit establishment open to the public that sells or offers for sale domestic animals to be kept as household pets. "Offer for sale" includes to sell, offer to transfer, offer for adoption, advertise for the sale, barter, auction, give away, or otherwise dispose of a domestic animal.

Violation of laws related to retail pet stores is an unfair, abusive, or deceptive trade practice under the Maryland Consumer Protection Act (MCPA), subject to MCPA's civil and criminal penalty provisions.

Maryland Consumer Protection Act

An unfair, abusive, or deceptive trade practice under MCPA includes, among other acts, any false, falsely disparaging, or misleading oral or written statement, visual description, or other representation of any kind that has the capacity, tendency, or effect of deceiving or misleading consumers. The prohibition against engaging in any unfair, abusive, or deceptive trade practice encompasses the offer for or actual sale, lease, rental, loan, or bailment of any consumer goods, consumer realty, or consumer services; the extension of consumer credit; the collection of consumer debt; or the offer for or actual purchase of consumer goods or consumer realty from a consumer by a merchant whose business includes paying off consumer debt in connection with the purchase of any consumer goods or consumer realty from a consumer.

The Consumer Protection Division is responsible for enforcing MCPA and investigating the complaints of aggrieved consumers. The division may attempt to conciliate the matter, issue a cease and desist order, or file a civil action in court. A merchant who violates MCPA is subject to a fine of up to \$10,000 for each violation and up to \$25,000 for each repetition of the same violation. In addition to any civil penalties that may be imposed, any person who violates MCPA is guilty of a misdemeanor and, on conviction, is subject to a fine of up to \$1,000 and/or imprisonment for up to one year.

Small Business Effect: The bill prohibits retail pet stores from paying for-hire transportation services, which may be small businesses, for the transportation into or within the State of cats or dogs for sale or transfer in the State. As retail pet stores are currently prohibited from offering for sale or otherwise transferring or disposing of cats or dogs, the extent to which the bill affects current practice is unclear. The overall effect on small businesses is likely minimal.

Additional Information

Prior Introductions: None.

Designated Cross File: None.

Information Source(s): Maryland Department of Labor; Office of the Attorney General

(Consumer Protection Division); Department of Legislative Services

Fiscal Note History: First Reader - February 25, 2020

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