## HOUSE BILL 1350

I3 HB 1011/07 – ECM

## By: Delegates Stein and Kach

Introduced and read first time: February 8, 2008 Assigned to: Economic Matters

Committee Report: Favorable with amendments House action: Adopted Read second time: March 15, 2008

CHAPTER \_\_\_\_\_

## 1 AN ACT concerning

## 2 Consumer Protection – Advertisement of Rebate for Consumer Goods

3 FOR the purpose of prohibiting merchants from advertising rebates for consumer 4 goods by displaying the net price of the consumer goods in the advertisement unless the amount of the rebate is provided to the consumer by the merchant at 5 6 the time of the purchase of the consumer goods; providing that a merchant need 7 not provide the amount of a rebate for consumer goods to a consumer if the 8 advertisement for the consumer goods states that a rebate is available without 9 displaying the net price of the consumer goods; defining a certain term requiring a merchant that advertises a rebate for consumer goods that is only 10 available if the consumer mails in a rebate form to include a certain statement 11 in the advertisement; and generally relating to the advertisement of rebates for 12 13 consumer goods by merchants.

- 14 BY adding to
- 15 Article Commercial Law
- 16 Section 13–319
- 17 Annotated Code of Maryland
- 18 (2005 Replacement Volume and 2007 Supplement)
- 19 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 20 MARYLAND, That the Laws of Maryland read as follows:
- 21 Article Commercial Law

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law. <u>Underlining</u> indicates amendments to bill. <u>Strike out</u> indicates matter stricken from the bill by amendment or deleted from the law by amendment.

<del>(C)</del> IF A MERCHANT ADVERTISES A REBATE FOR CONSUMER GOODS THAT IS AVAILABLE ONLY IF A CONSUMER MAILS IN A REBATE FORM, ADVERTISEMENT SHALL CLEARLY STATE THAT THE REBATE IS ONLY AVAILABLE BY MAIL. SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2008.

Approved:

Governor.

THE

Speaker of the House of Delegates.

President of the Senate.

1 13-319.

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 $\mathbf{2}$ IN THIS SECTION. "NET PRICE" MEANS THE PRICE A CONSUMER <del>(A)</del> 3 WOULD PAY FOR CONSUMER GOODS AFTER REDEMPTION OF THE REBATE 4 **OFFERED FOR THE CONSUMER GOODS.** 

 $\mathbf{5}$ <del>(B)</del> A MERCHANT MAY NOT ADVERTISE THE AVAILABILITY OF A REBATE 6 FOR CONSUMER GOODS BY DISPLAYING THE NET PRICE OF THE CONSUMER 7 GOODS IN THE ADVERTISEMENT UNLESS THE AMOUNT OF THE REBATE IS 8 PROVIDED TO THE CONSUMER BY THE MERCHANT AT THE TIME OF THE 9 PURCHASE OF THE CONSUMER GOODS.

10 A MERCHANT NEED NOT PROVIDE THE AMOUNT OF A REBATE FOR 11 CONSUMER GOODS TO A CONSUMER IF THE ADVERTISEMENT FOR THE 12CONSUMER GOODS STATES THAT A REBATE IS AVAILABLE WITHOUT DISPLAYING 13THE NET PRICE OF THE CONSUMER GOODS.

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