SENATE BILL 10

9lr0415 (PRE-FILED)

By: **Senator Klausmeier** Requested: July 11, 2008

Introduced and read first time: January 14, 2009

Assigned to: Finance

A BILL ENTITLED

1	AN ACT concerning
$\frac{2}{3}$	Consumer Protection – Telephone Directory Listings – Publication of Local Numbers by Nonlocal Businesses
4 5 6 7 8 9 10 11 12 13	FOR the purpose of prohibiting certain nonlocal businesses from publishing an advertisement containing a local telephone number in certain directories except under certain circumstances; prohibiting certain nonlocal businesses from listing or causing to be listed a local telephone number in certain directories except under certain circumstances; providing that a telephone company or directory provider is not liable for this Act by a nonlocal business; providing that a violation of this Act is an unfair or deceptive trade practice under the Maryland Consumer Protection Act and is subject to certain enforcement and penalty provisions; defining certain terms; and generally relating to the publication of local numbers in telephone directories by nonlocal businesses.
14 15 16 17 18	BY repealing and reenacting, with amendments, Article – Commercial Law Section 13–301(14) Annotated Code of Maryland (2005 Replacement Volume and 2008 Supplement)
19 20 21 22 23	BY adding to Article – Commercial Law Section 14–1322 Annotated Code of Maryland (2005 Replacement Volume and 2008 Supplement)
24 25	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Commercial Law

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

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1	13–301.		
2	Unfair or de	eceptive	e trade practices include any:
3	(14)	Viola	tion of a provision of:
4		(i)	This title;
5 6	relating to unit pri	(ii) icing u	An order of the Attorney General or agreement of a party nder Title 14, Subtitle 1 of this article;
7 8	Debt Collection Ac	(iii)	Title 14, Subtitle 2 of this article, the Maryland Consumer
9 10	Door-to-Door Sale	(iv) es Act;	Title 14, Subtitle 3 of this article, the Maryland
11		(v)	Title 14, Subtitle 9 of this article, Kosher Products;
12 13	Facilities;	(vi)	Title 14, Subtitle 10 of this article, Automotive Repair
14		(vii)	Section 14–1302 of this article;
15 16	Act;	(viii)	Title 14, Subtitle 11 of this article, Maryland Layaway Sales
17		(ix)	Section 22–415 of the Transportation Article;
18		(x)	Title 14, Subtitle 20 of this article;
19 20	Enforcement Act;	(xi)	Title 14, Subtitle 15 of this article, the Automotive Warranty
21		(xii)	Title 14, Subtitle 21 of this article;
22		(xiii)	Section 18–107 of the Transportation Article;
23 24	Solicitations Act;	(xiv)	Title 14, Subtitle 22 of this article, the Maryland Telephone
25 26	Parts Act;	(xv)	Title 14, Subtitle 23 of this article, the Automotive Crash
27		(xvi)	Title 10, Subtitle 6 of the Real Property Article;

${1 \atop 2}$	(xvii) Title 14, Subtitle 25 of this article, the Hearing Aid Sales Act;
$\frac{3}{4}$	(xviii) Title 14, Subtitle 26 of this article, the Maryland Door–to–Door Solicitations Act;
5 6	(xix) Title 14, Subtitle 31 of this article, the Maryland Household Goods Movers Act;
7 8	(xx) Title 14, Subtitle 32 of this article, the Maryland Telephone Consumer Protection Act;
9 10	(xxi) Title 14, Subtitle 34 of this article, the Social Security Number Privacy Act;
11	(xxii) Section 14–1319 or § 14–1320 of this article;
12	(xxiii) Section 7–304 of the Criminal Law Article;
13 14	(xxiv) Title 7, Subtitle 3 of the Real Property Article, the Protection of Homeowners in Foreclosure Act;
15	(xxv) Title 6, Subtitle 13 of the Environment Article; [or]
16	(xxvi) Section 7–405(e)(2)(ii) of the Health Occupations Article; or
17	(XXVII) SECTION 14-1322 OF THIS ARTICLE; OR
18	14-1322.
19 20	(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
21 22	(2) (I) "LOCAL AREA" MEANS THE AREA IN AND FOR WHICH A TELEPHONE DIRECTORY IS DISTRIBUTED FREE OF CHARGE.
23 24 25	(II) A LOCAL AREA MAY CONSIST OF ONE OR MORE TOWNS, CITIES, COUNTIES, COMMUNITIES, OR OTHER GEOGRAPHICAL AREAS IN THE STATE.
26 27	(3) (I) "LOCAL TELEPHONE CLASSIFIED ADVERTISING DIRECTORY" MEANS A TELEPHONE DIRECTORY THAT:

1. CONTAINS CLASSIFIED ADVERTISEMENTS; AND

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- 4 1 2. IS DISTRIBUTED FREE OF CHARGE TO RESIDENTS 2 IN THE STATE. 3 (II) "LOCAL TELEPHONE CLASSIFIED **ADVERTISING** DIRECTORY" INCLUDES A DIRECTORY DISTRIBUTED BY A PERSON OTHER THAN 4 5 A TELEPHONE COMPANY. 6 "LOCAL TELEPHONE DIRECTORY" MEANS A TELEPHONE **(4)** (I)7 **DIRECTORY THAT IS:** 8 1. AVAILABLE FREE OF CHARGE TO TELEPHONE 9 SUBSCRIBERS IN AN AREA OF THE STATE; AND 10 2. DOES NOT CONTAIN **CLASSIFIED** 11 ADVERTISEMENTS. 12 "LOCAL TELEPHONE DIRECTORY" (II)**INCLUDES** 13 DIRECTORY DISTRIBUTED BY A PERSON OTHER THAN A TELEPHONE COMPANY. 14 **(5)** "LOCAL TELEPHONE NUMBER" MEANS A TELEPHONE 15 **NUMBER THAT:** 16 HAS AN AREA CODE AND A THREE-NUMBER EXCHANGE (I)17 PREFIX TYPICALLY USED BY A LOCAL TELEPHONE COMPANY FOR TELEPHONE 18 LINES PROVIDED WITHIN THE LOCAL AREA; AND 19 (II)THAT IS NOT REASONABLY IDENTIFIABLE AS THE 20 NUMBER OF A BUSINESS THAT IS OR MAY BE LOCATED OUTSIDE THE LOCAL 21AREA. 22"NONLOCAL BUSINESS" MEANS A BUSINESS THAT DOES NOT 23HAVE A PHYSICAL PLACE OF BUSINESS IN THE LOCAL AREA THAT PROVIDES THE 24 GOODS OR SERVICES THAT ARE THE SUBJECT OF THE ADVERTISEMENT OR 25LISTING. "TELEPHONE COMPANY" HAS THE MEANING STATED IN TITLE 26 **(7)** 27 1 OF THE PUBLIC UTILITIES ARTICLE. 28 A NONLOCAL BUSINESS MAY NOT PUBLISH AN ADVERTISEMENT
- 29 CONTAINING A LOCAL TELEPHONE NUMBER FOR THE BUSINESS IN A LOCAL 30 TELEPHONE CLASSIFIED ADVERTISING DIRECTORY UNLESS THE 31 ADVERTISEMENT CLEARLY STATES THE NONLOCAL LOCATION OF THE 32 BUSINESS.

(C) A NONLOCAL BUSINESS MAY NOT LIST OR CAUSE TO BE LISTED A
LOCAL TELEPHONE NUMBER FOR THE BUSINESS IN A LOCAL TELEPHONE
DIRECTORY IF:
DIRECTORY IF:
(1) Carra ma myn ragar myr ynyn y yngnyn ann narmyn y
(1) CALLS TO THE LOCAL TELEPHONE NUMBER ARE ROUTINELY
FORWARDED OR TRANSFERRED TO THE NONLOCAL BUSINESS LOCATION THAT
IS OUTSIDE THE LOCAL AREA COVERED BY THE LOCAL TELEPHONE DIRECTORY;
AND
(2) THE TELEPHONE LISTING DOES NOT CLEARLY STATE THE
LOCATION OF THE NONLOCAL BUSINESS.
(D) A TELEPHONE COMPANY OR DIRECTORY PROVIDER IS NOT LIABLE
FOR A VIOLATION OF THIS SECTION BY A NONLOCAL BUSINESS.
FOR A VIOLATION OF THIS SECTION BY A NONLOCAL BUSINESS.
(E) A VIOLATION OF THIS SECTION IS:
(4) A
(1) AN UNFAIR OR DECEPTIVE TRADE PRACTICE UNDER TITLE 13
OF THIS ARTICLE; AND
(2) SUBJECT TO THE ENFORCEMENT AND PENALTY PROVISIONS
CONTAINED IN TITLE 13 OF THIS ARTICLE.
SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

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October 1, 2009.