## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

## No. 1087 Session of 2023

INTRODUCED BY TAKAC, BURGOS, MADDEN, McNEILL, HILL-EVANS, PROBST, KINSEY, FREEMAN, NEILSON, SANCHEZ, WARREN, BOROWSKI, GIRAL AND KINKEAD, MAY 2, 2023

REFERRED TO COMMITTEE ON CONSUMER PROTECTION, TECHNOLOGY AND UTILITIES, MAY 2, 2023

## AN ACT

Amending the act of December 17, 1968 (P.L.1224, No.387), entitled "An act prohibiting unfair methods of competition and unfair or deceptive acts or practices in the conduct of any trade or commerce, giving the Attorney General and District Attorneys certain powers and duties and providing penalties," further providing for definitions, for unlawful 5 6 acts or practices and exclusions and for private actions. 7 8 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 10 Section 1. Section 2(4)(xxi) of the act of December 17, 1968 (P.L.1224, No.387), known as the Unfair Trade Practices and 11 12 Consumer Protection Law, is amended and the clause is amended by 13 adding a subclause to read: 14 Section 2. Definitions. -- As used in this act. \* \* \* 15 16 (4) "Unfair methods of competition" and "unfair or deceptive 17 acts or practices" mean any one or more of the following: \* \* \* 18 (xxi) Using a contract for the sale of goods or services 19

- 1 which states that any of the contract's provisions are or may be
- 2 void, unenforceable or inapplicable in a jurisdiction without
- 3 specifying which provisions are or are not void, unenforceable
- 4 or inapplicable within this Commonwealth. This subclause shall
- 5 not apply to a health club as defined under section 2 of the act
- 6 of December 21, 1989 (P.L.672, No.87), known as the "Health Club
- 7 Act."
- 8 (xxii) Engaging in any other fraudulent or deceptive conduct
- 9 which creates a likelihood of confusion or of misunderstanding.
- 10 \* \* \*
- 11 Section 2. Sections 3(a) and 9.2(a) of the act are amended
- 12 to read:
- 13 Section 3. Unlawful Acts or Practices; Exclusions.--(a)
- 14 Unfair methods of competition and unfair or deceptive acts or
- 15 practices in the conduct of any trade or commerce as defined by
- 16 subclauses (i) through [(xxi)] (xxii) of clause (4) of section 2
- 17 of this act and regulations promulgated under section 3.1 of
- 18 this act are hereby declared unlawful. The provisions of this
- 19 act shall not apply to any owner, agent or employe of any radio
- 20 or television station, or to any owner, publisher, printer,
- 21 agent or employe of an Internet service provider or a newspaper
- 22 or other publication, periodical or circular, who, in good faith
- 23 and without knowledge of the falsity or deceptive character
- 24 thereof, publishes, causes to be published or takes part in the
- 25 publication of such advertisement.
- 26 \* \* \*
- 27 Section 9.2. Private Actions.--(a) Any person [who
- 28 purchases or leases goods or services primarily for personal,
- 29 family or household purposes and thereby suffers any
- 30 ascertainable loss of money or property, real or personal, as a

- 1 result of the use or employment by any person of a method, act
- 2 or practice] that uses or employs a method, act or practice
- 3 declared unlawful by section 3 of this act[, may bring a private
- 4 action to recover actual damages or one hundred dollars (\$100),
- 5 whichever is greater.] shall be liable for a civil penalty of
- 6 not less than one hundred dollars (\$100) or for actual damages,
- 7 or both, at the election of the consumer, together with
- 8 <u>reasonable attorney fees and court costs.</u> The court may, in its
- 9 discretion, award up to three times the actual damages
- 10 sustained, but not less than one hundred dollars (\$100), and may
- 11 provide such additional relief as it deems necessary or proper.
- 12 [The court may award to the plaintiff, in addition to other
- 13 relief provided in this section, costs and reasonable attorney
- 14 fees.] Actual damages may be recoverable by a consumer in a
- 15 private action or as part of a counterclaim by a consumer
- 16 against a seller, lessor, creditor, lender, bailee or assignee
- 17 which used or employed a method, act or practice declared
- 18 unlawful by section 3 of this act. A consumer shall have the
- 19 right to petition the court to terminate a contract which
- 20 violates section 3 of this act.
- 21 \* \* \*
- 22 Section 3. The amendment of section 2(4)(xxi) shall apply to
- 23 contracts entered into or renewed on or after the effective date
- 24 of this section.
- 25 Section 4. This act shall take effect in 60 days.