

Consumer Protection Committee

Adopted in House Comm. on Mar 03, 2004

09300HB4450ham001

LRB093 15641 RXD 48342 a

1 AMENDMENT TO HOUSE BILL 4450

2 AMENDMENT NO. _____. Amend House Bill 4450 by replacing

3 everything after the enacting clause with the following:

4 "Section 5. The Consumer Fraud and Deceptive Business

5 Practices Act is amended by changing Section 2Z as follows:

6 (815 ILCS 505/2Z) (from Ch. 121 1/2, par. 262Z)

7 Sec. 2Z. Violations of other Acts. Any person who knowingly

8 violates the Automotive Repair Act, the Home Repair and

Remodeling Act, the Dance Studio Act, the Physical Fitness

Services Act, the Hearing Instrument Consumer Protection Act,

the Illinois Union Label Act, the Job Referral and Job Listing

Consumer Protection Act, the Credit Services Organizations

Services Consumer Protection Act, the Travel Promotion

14 Act, the Automatic Telephone Dialers Act, the Pay-Per-Call

15 Services Consumer Protection Act, the Telephone Solicitations

16 Act, the Illinois Funeral or Burial Funds Act, the Cemetery

17 Care Act, the Safe and Hygienic Bed Act, the Pre-Need Cemetery

18 Sales Act, the High Risk Home Loan Act, subsection (a) or (b)

of Section 3-10 of the Cigarette Tax Act, subsection (a) or (b)

of Section 3-10 of the Cigarette Use Tax Act, the Electronic

21 Mail Act, or paragraph (6) of subsection (k) of Section 6-305

of the Illinois Vehicle Code, or the Automatic Contract Renewal

23 Act commits an unlawful practice within the meaning of this

24 Act.

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- (Source: P.A. 92-426, eff. 1-1-02; 93-561, eff. 1-1-04.) 1
- 2 Section 10. The Automatic Contract Renewal Act is amended
- 3 by changing Sections 10 and 15 as follows:
- (815 ILCS 601/10) 4

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- Sec. 10. Automatic renewal; requirements. 5
- 6 (a) Any person, firm, partnership, association, or
- corporation that sells or offers to sell any products or
- services for a specified period of time pursuant to a written 8
- contract that contains an automatic renewal provision
- effective at the end of the specified period of time must: (1) 10
- disclose such automatic renewal provision clearly and conspicuously in the contract, including the cancellation 12
- procedure; and (2) provide the recipient of the products or 13
- services, at least 30 days but no more than 60 days, prior to 14
- the end of the specified period of time, with a clear and 15
- conspicuous written notice that the recipient may cancel the 16
- contract. Notice must include the procedure for cancellation. 17
- 18 If the contract is less than 30 days in duration, the contract
- 19 must contain a clear and conspicuous written notice of the
- 20 right to cancel the contract and the procedure for
- cancellation. If notice is not provided to the recipient in 21
- accordance with the provisions of this Section, any products or 22
- 23 services furnished to the recipient after the end of the period
- of time specified in the contract shall be deemed an 24
- 25 unconditional gift.
- 26 If a contract is subject to automatic renewal, the clause
- providing for automatic renewal must appear in the contract in 27
- 28 a clear and conspicuous manner.
- 29 (b) Any person, firm, partnership, association, or
- corporation that automatically withdraws or charges a 30
- consumer's account for any product or service for a specified 31
- period of time shall obtain the consumer's written 32

- authorization to continue any automatic withdrawal or charge 1
- 2 beyond the specified period.
- (Source: P.A. 91-674, eff. 6-1-00.) 3
- 4 (815 ILCS 601/15)
- 5 Sec. 15. Violation. If a contract does not comply with this
- 6 Act, the automatic renewal provisions are not enforceable by a
- 7 party who prepared the contract or directed its preparation. In
- addition to any other penalties specified in this Act, a 8
- violation of this Act constitutes an unlawful practice under 9
- the Consumer Fraud and Deceptive Business Practices Act. 10
- (Source: P.A. 91-674, eff. 6-1-00.)". 11