LRB9214160WHcs

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AN ACT concerning price gouging.

Be it enacted by the People of the State of Illinois,represented in the General Assembly:

Section 5. The Consumer Fraud and Deceptive Business
Practices Act is amended by adding Section 2MM as follows:

6 (815 ILCS 505/2MM new)

Sec. 2MM. Prohibition against unconscionable prices.
(a) As used in this Section, "commodity" means any
goods, services, materials, merchandise, supplies, equipment,
resources, or other article of commerce and includes without
limitation food, water, ice, chemicals, petroleum products,
and lumber necessary for consumption or use as a direct
result of the emergency.

(b) Upon a declaration of a state of emergency by the 14 15 Governor, it is unlawful and a violation of Section 2 of this 16 Act for a person or her or his agent or employee to rent or sell or offer to rent or sell at an unconscionable price 17 within the area for which the state of emergency is declared 18 any essential commodity including, but not limited to, 19 supplies, services, provisions, or equipment that is 20 necessary for consumption or use as a direct result of the 21 emergency. This prohibition remains in effect until the 22 declaration expires or is terminated. 23

24 (c) It is unlawful and a violation of Section 2 of this
 25 Act for any person to impose unconscionable prices for the
 26 rental or lease of any dwelling unit or self-storage facility
 27 during a period of declared state of emergency.

28 (d) It is prima facie evidence that a price is 29 <u>unconscionable if:</u>

30 (1) the amount charged represents a gross disparity
 31 between the price of the commodity or rental or lease of

any dwelling unit or self-storage facility that is the subject of the offer or transaction and the average price at which that commodity or dwelling unit or self-storage facility was rented, leased, sold, or offered for rent or sale in the usual course of business during the 30 days immediately prior to the declaration of a state of emergency, and the increase in the amount charged is not attributable to additional costs incurred in connection

9 with the rental or sale of the commodity or rental or 10 lease of any dwelling unit or self-storage facility or 11 national or international market trends; or

12 (2) the amount charged grossly exceeds the average 13 price at which the same or similar commodity was readily obtainable in the trade area during the 30 days 14 immediately prior to the declaration of a state of 15 16 emergency and the increase in the amount charged is not 17 attributable to additional costs incurred in connection with the rental or sale of the commodity or rental or 18 lease of any dwelling unit or self-storage facility or 19 20 national or international market trends.

(e) A price increase approved by an appropriate
 government agency is not a violation of this Section.

(f) This Section does not apply to sales by growers,
 producers, or processors of raw or processed food products,
 except for retail sales of those products to the ultimate
 consumer within the area of the declared state of emergency.

27 (g) Nothing in this Section shall be interpreted to 28 preempt the powers of local government except that the 29 evidentiary standards and defenses contained in this Section 30 shall be the only evidentiary standards and defenses used in 31 any ordinance adopted by local government to restrict price 32 gouging during a declared state of emergency.

33 (h) Section 10a of this Act notwithstanding, nothing in
 34 this Section creates a private cause of action in favor of

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2 Section 99. Effective date. This Act takes effect upon3 becoming law.