2018 -- H 7361

LC003764

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2018

AN ACT

RELATING TO COMMERCIAL LAW -- GENERAL REGULATORY PROVISIONS -- DECEPTIVE TRADE PRACTICES

<u>Introduced By:</u> Representatives Filippi, Mendonca, Costantino, Giarrusso, and Price <u>Date Introduced:</u> January 31, 2018

Referred To: House Corporations

It is enacted by the General Assembly as follows:

SECTION 1. Chapter 6-13.1 of the General Laws entitled "Deceptive Trade Practices" is hereby amended by adding thereto the following section: **6-13.1-30. Prohibition of ban on cash discounts in credit card issuer-vendor/**

business contracts.

4

9

10

11

(a) Any provision in an agreement or contract between credit card issuers or institutions issuing credit cards and any vendor or business preventing the vendor and/or business offering a reduced price for an item and/or service for customers paying in cash is null and void against public policy.

(b) Any violation of this section shall be enforced by the attorney general pursuant to the provisions of §§ 6-13.1-7 and 6-13.1-8, and any damages sustained by the vendor and/or business may be recovered pursuant to the provisions of § 6-13.1-5.2

12 SECTION 2. This act shall take effect upon passage.

LC003764

EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO COMMERCIAL LAW -- GENERAL REGULATORY PROVISIONS -- DECEPTIVE TRADE PRACTICES

| l | This act would declare null and void as against public policy any contract between credit |
|---|--|
| 2 | card issuers and vendors/businesses prohibiting vendors/businesses from offering a reduced price |
| 3 | to customers paying in cash. This act would provide for enforcement by the attorney general for |
| 1 | injunctive relief, and recovery of civil damages by the vendors/businesses. |
| 5 | This act would take effect upon passage. |
| | |
| | LC003764 |
| | LC003/04 |