# House Bill 3447

Sponsored by Representative KOMP

### SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Requires person that conducts floral business operation to disclose physical location of person's principal place of business in advertisements for floral business operation.

Prohibits person from misrepresenting physical location of person's principal place of business in advertisements.

Makes violation unlawful trade practice.

## A BILL FOR AN ACT

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2 Relating to the physical location of floral business operations; creating new provisions; and amend-3 ing ORS 646.608 and 646A.082.

4 Be It Enacted by the People of the State of Oregon:

5 **SECTION 1.** ORS 646A.082 is amended to read:

6 646A.082. [(1) Any person engaging in floral retail sales shall disclose the person's principal place

7 of business in any written communications sent to customers, listings, advertising or websites that

8 provide information about the person's floral retail sales activities.]

9 [(2) A person who violates subsection (1) of this section commits an unlawful practice under ORS 10 646.608. The requirement under subsection (1) of this section is subject to enforcement and penalty as 11 provided under ORS 646.605 to 646.652.]

12 (1) As used in this section:

(a) "Advertisement" means an oral, written or graphic statement or other communi cation that a person that conducts a floral business operation makes, regardless of the me dium of communication, for the purpose of inducing, directly or indirectly, a purchase of
 floral products and services in this state.

(b) "Floral business operation" means a business operation that is related to selling at
 retail, offering for sale, marketing, distributing, gathering orders for or advertising floral
 products and services.

(c) "Floral products and services" means floral arrangements, plant arrangements and
 related merchandise and services sold or offered for sale in this state.

(d) "Local area" means within a 50-mile radius of the physical location of a person's
 principal place of business.

24 (e) "Person" has the meaning given that term in ORS 646.605.

(f)(A) "Physical location" means a structure or vehicle situated at a post office mailing address from or within which a person regularly or ordinarily conducts a floral business operation.

28 (B) "Physical location" does not include:

29 (i) A post office box that is not situated at the person's post office mailing address;

30 (ii) A registered agent's office;

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2 or 3 (iv) A call center that is not situated at the person's post office mailing address or that the person does not own or operate directly or through a subsidiary or affiliate. (2)(a) A person that conducts a floral business operation shall disclose the physical location of the person's principal place of business in any advertisement or written communication that provides information about the person's floral business operation to a prospective or existing customer in this state.

(iii) A computer server that is not situated at the person's post office mailing address;

9 (b) If a person that conducts a floral business operation places an advertisement for the 10 floral business operation on a website, the person shall make the disclosure described in paragraph (a) of this subsection on the website's home page. 11

12(3)(a) A person that conducts a floral business operation may not misrepresent the 13 physical location of the person's principal place of business in an advertisement or otherwise state falsely that: 14

15(A) The person conducts the person's floral business operation in the local area;

(B) The person conducts the floral business operation in this state; or

17(C) The floral business operation's owner or operator is a resident of this state or is a business entity that is headquartered or has a principal place of business at a physical lo-18 cation in this state. 19

(b) For purposes of paragraph (a) of this subsection, a person misrepresents the physical 20location of the person's principal place of business if the person's principal place of business 2122is not at a physical location in this state and:

23(A) The name of or contact information for the person's floral business operation, as the name or contact information appears in an advertisement, is: 24

(i) A fictitious or assumed business name that would lead a reasonable consumer to 25conclude that the person's principal place of business is at a physical location in this state; 2627or

(ii) The name of or contact information for a floral business operation in this state and 28the person's use of the name or contact information would lead a reasonable consumer to 2930 conclude that the person's principal place of business is at a physical location in this state;

31 (B) Telephone calls to a telephone number that appears in an advertisement and that a reasonable consumer would conclude is a telephone number to contact the person's floral 32business operation are routinely forwarded or transferred to or terminate at a physical lo-33 34 cation that is outside this state; or

35 (C) An advertisement for the person's floral business operation would otherwise lead a reasonable consumer to conclude that the person's principal place of business is at a physical 36 37 location in this state.

38 (c) For purposes of paragraph (a) of this subsection, a person states falsely that the person conducts the person's floral business operation in the local area if the person delivers 39 floral products and services outside the local area and: 40

(A) The name of or contact information for the person's floral business operation, as the 41 name or contact information appears in an advertisement, is: 42

(i) A fictitious or assumed business name that would lead a reasonable consumer to 43 conclude that the person delivers floral products and services in the local area; or 44

(ii) The name of or contact information for a floral business operation that delivers floral 45

1 products and services in the local area and the person's use of the name or contact infor-

2 mation would lead a reasonable consumer to conclude that the person's principal place of

3 **business is in the local area;** 

4 (B) Telephone calls to a telephone number that appears in an advertisement and that a 5 reasonable consumer would conclude is a telephone number to contact the person's floral 6 business operation are routinely forwarded or transferred to or terminate at a physical lo-7 cation that is outside the local area; or

8 (C) An advertisement for the person's floral business operation would otherwise lead a 9 reasonable consumer to conclude that the person's principal place of business is in the local 10 area.

(4)(a) Subsection (3) of this section does not apply to a person that conducts a floral business operation at a physical location that is outside the local area or outside this state if the person, in an advertisement for the floral business operation, discloses clearly, conspicuously and in a manner that a reasonable consumer can readily become aware of, that:

(A) The person conducts the person's floral business operation at a physical location that
 is outside the local area or outside this state; or

(B) The person delivers floral products and services to locations outside the local area
 or outside this state.

(b) Subsection (3) of this section does not apply to a person that conducts a floral business operation in the local area or in this state and also delivers floral products and services outside the local area or outside this state if the person, in an advertisement for the floral business operation, discloses clearly, conspicuously and in a manner that a reasonable consumer can readily become aware of, that the person delivers floral products and services to locations outside the local area or outside this state.

(5) A person's violation of subsection (3) of this section is an unlawful practice under
ORS 646.608 that is subject to enforcement under ORS 646.632 and an action under ORS
646.638.

28 <u>SECTION 2.</u> ORS 646.608, as amended by section 6, chapter 52, Oregon Laws 2012, is amended 29 to read:

646.608. (1) A person engages in an unlawful practice when in the course of the person's busi ness, vocation or occupation the person does any of the following:

(a) Passes off real estate, goods or services as [those] the real estate, goods or services of
 another.

(b) Causes likelihood of confusion or of misunderstanding as to the source, sponsorship, ap proval, or certification of real estate, goods or services.

(c) Causes likelihood of confusion or of misunderstanding as to affiliation, connection, or asso ciation with, or certification by, another.

(d) Uses deceptive representations or designations of geographic origin in connection with real
 estate, goods or services.

(e) Represents that real estate, goods or services have sponsorship, approval, characteristics,
ingredients, uses, benefits, quantities or qualities that [*they*] **the real estate, goods or services** do
not have or that a person has a sponsorship, approval, status, qualification, affiliation, or connection
that the person does not have.

(f) Represents that real estate or goods are original or new if [they] the real estate or goods
 are deteriorated, altered, reconditioned, reclaimed, used or secondhand.

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(g) Represents that real estate, goods or services are of a particular standard, quality, or grade, 1 2 or that real estate or goods are of a particular style or model, if [they] the real estate, goods or services are of another. 3 (h) Disparages the real estate, goods, services, property or business of a customer or another 4 by false or misleading representations of fact. 5 (i) Advertises real estate, goods or services with intent not to provide [them] the real estate, 6 7 goods or services as advertised, or with intent not to supply reasonably expectable public demand, unless the advertisement discloses a limitation of quantity. 8 9 (j) Makes false or misleading representations of fact concerning the reasons for, existence of, 10 or amounts of price reductions. (k) Makes false or misleading representations concerning credit availability or the nature of the 11 12 transaction or obligation incurred. 13 (L) Makes false or misleading representations relating to commissions or other compensation to be paid in exchange for permitting real estate, goods or services to be used for model or demon-14 15 stration purposes or in exchange for submitting names of potential customers. 16(m) Performs service on or dismantles any goods or real estate when [not authorized by] the owner or apparent owner [thereof] of the goods or real estate does not authorize the service 17 18 or dismantling. (n) Solicits potential customers by telephone or door to door as a seller unless the person pro-19 vides the information required under ORS 646.611. 20(o) In a sale, rental or other disposition of real estate, goods or services, gives or offers to give 2122a rebate or discount or otherwise pays or offers to pay value to the customer in consideration of 23the customer giving to the person the names of prospective purchasers, lessees, or borrowers, or otherwise aiding the person in making a sale, lease, or loan to another person, if earning the rebate, 24discount or other value is contingent upon [occurrence of] an event [subsequent to] occurring after 25the time the customer enters into the transaction. 2627(p) Makes any false or misleading statement about a prize, contest or promotion used to publicize a product, business or service. 28(q) Promises to deliver real estate, goods or services within a certain period of time with intent 2930 not to deliver [them] the real estate, goods or services as promised. 31 (r) Organizes or induces or attempts to induce membership in a pyramid club. (s) Makes false or misleading representations of fact concerning the offering price of, or the 32person's cost for real estate, goods or services. 33 34 (t) Concurrent with tender or delivery of any real estate, goods or services fails to disclose any known material defect or material nonconformity. 35 (u) Engages in any other unfair or deceptive conduct in trade or commerce. 36 37 (v) Violates any of the provisions relating to auction sales, auctioneers or auction marts under 38 ORS 698.640, whether in a commercial or noncommercial situation. (w) Manufactures mercury fever thermometers. 39 (x) Sells or supplies mercury fever thermometers unless the thermometer is required by federal 40 law, or is: 41 (A) Prescribed by a person licensed under ORS chapter 677; and 42 (B) Supplied with instructions on the careful handling of the thermometer to avoid breakage and 43 on the proper cleanup of mercury should breakage occur. 44

45 (y) Sells a thermostat that contains mercury unless the thermostat is labeled in a manner to

1	inform the purchaser that mercury is present in the thermostat and that the thermostat may not be
<b>2</b>	disposed of until the mercury is removed, reused, recycled or otherwise managed to ensure that the
3	mercury does not become part of the solid waste stream or wastewater. For purposes of this para-
4	graph, "thermostat" means a device commonly used to sense and, through electrical communication
5	with heating, cooling or ventilation equipment, control room temperature.
6	(z) Sells or offers for sale a motor vehicle manufactured after January 1, 2006, that contains
7	mercury light switches.
8	(aa) Violates the provisions of ORS 803.375, 803.385 or 815.410 to 815.430.
9	(bb) Violates ORS 646A.070 (1).
10	(cc) Violates any requirement of ORS 646A.030 to 646A.040.
11	(dd) Violates the provisions of ORS 128.801 to 128.898.
12	(ee) Violates ORS 646.883 or 646.885.
13	(ff) Violates ORS 646.569.
14	(gg) Violates the provisions of ORS 646A.142.
15	(hh) Violates ORS 646A.360.
16	(ii) Violates ORS 646.553 or 646.557 or any rule adopted pursuant thereto.
17	(jj) Violates ORS 646.563.
18	(kk) Violates ORS 759.690 or any rule adopted pursuant thereto.
19	(LL) Violates the provisions of ORS 759.705, 759.710 and 759.720 or any rule adopted pursuant
20	thereto.
21	(mm) Violates ORS 646A.210 or 646A.214.
22	(nn) Violates any provision of ORS 646A.124 to 646A.134.
23	(00) Violates ORS 646A.095.
24	(pp) Violates ORS 822.046.
25	(qq) Violates ORS 128.001.
26	(rr) Violates ORS 646.649 (2) to (4).
27	(ss) Violates ORS 646A.090 (2) to (4).
28	(tt) Violates ORS 87.686.
29	(uu) Violates ORS 646.651.
30	(vv) Violates ORS 646A.362.
31	(ww) Violates ORS 646A.052 or any rule adopted under ORS 646A.052 or 646A.054.
32	(xx) Violates ORS 180.440 (1) or 180.486 (1).
33	(yy) Commits the offense of acting as a vehicle dealer without a certificate under ORS 822.005.
34	(zz) Violates ORS 87.007 (2) or (3).
35	(aaa) Violates ORS 92.405 (1), (2) or (3).
36	(bbb) Engages in an unlawful practice under ORS 646.648.
37	(ccc) Violates ORS 646A.365.
38	(ddd) Violates ORS 98.854 or 98.858 or a rule adopted under ORS 98.864.
39	(eee) Sells a gift card in violation of ORS 646A.276.
40	(fff) Violates ORS 646A.102, 646A.106 or 646A.108.
41	(ggg) Violates ORS 646A.430 to 646A.450.
42	(hhh) Violates a provision of ORS 744.318 to 744.384, 744.991 and 744.992.
43	(iii) Violates a provision of ORS 646A.702 to 646A.720.
44	(jjj) Violates ORS 646A.530 30 or more days after a recall notice, warning or declaration de-
45	scribed in ORS 646A.530 is issued for the children's product, as defined in ORS 646A.525, that is the

- 1 subject of the violation.
- 2 (kkk) Violates a provision of ORS 697.612, 697.642, 697.652, 697.662, 697.682, 697.692 or 697.707.
- 3 (LLL) Violates the consumer protection provisions of the Servicemembers Civil Relief Act, 50
- 4 U.S.C. App. 501 et seq., as in effect on January 1, 2010.
- 5 (mmm) Violates a provision of ORS 646A.480 to 646A.495.
- 6 (nnn) Violates ORS 646A.082 (3).
- 7 (000) Violates ORS 646.647.
- 8 (ppp) Violates ORS 646A.115.
- 9 (qqq) Violates a provision of ORS 646A.405.
- 10 (rrr) Violates ORS 646A.092.
- 11 (sss) Violates a provision of ORS 646.644.
- 12 (ttt) Violates a provision of ORS 646A.295.
- 13 (uuu) Violates section 3, chapter 52, Oregon Laws 2012.
- 14 (2) A representation under subsection (1) of this section or ORS 646.607 may be any manifesta-15 tion of any assertion by words or conduct, including, but not limited to, a failure to disclose a fact.
- 16 (3) In order to prevail in an action or suit under ORS 646.605 to 646.652, a prosecuting attorney 17 need not prove competition between the parties or actual confusion or misunderstanding.
- (4) An action or suit may not be brought under subsection (1)(u) of this section unless the Attorney General has first established a rule in accordance with the provisions of ORS chapter 183
  declaring the conduct to be unfair or deceptive in trade or commerce.
- (5) Notwithstanding any other provision of ORS 646.605 to 646.652, if an action or suit is brought
  under subsection (1)(xx) of this section by a person other than a prosecuting attorney, relief is limited to an injunction and the prevailing party may be awarded reasonable attorney fees.
- 24 <u>SECTION 3.</u> (1) Except to the extent provided in subsection (2) of this section, the 25 amendments to ORS 646.608 and 646A.082 by sections 1 and 2 of this 2013 Act do not affect 26 the terms of a contract that existed before the effective date of this 2013 Act.
- (2) The amendments to ORS 646.608 and 646A.082 by sections 1 and 2 of this 2013 Act apply to persons that conduct a floral business operation on and after the effective date of this 2013 Act and to contracts related to delivering floral products and services that a person enters into, renews, modifies or extends on or after the effective date of this 2013 Act.

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