HB 2397-1 (LC 666) 1/16/19 (TSB/ps)

Requested by HOUSE COMMITTEE ON JUDICIARY

PROPOSED AMENDMENTS TO HOUSE BILL 2397

1 On page 1 of the printed bill, delete lines 4 through 31 and delete pages 2 2 and 3 and insert:

³ **"SECTION 1.** ORS 646A.803 is amended to read:

4 "646A.803. (1) As used in this section:

"(a) 'Contest' means a procedure for awarding a prize in which the out-5 come depends at least in part on the skill of the contestant. 'Contest' in-6 cludes any competition in which a person is required to purchase anything, 7 pay anything of value or make a donation in order to participate. 'Contest' 8 also includes a competition that is advertised in a way that creates a rea-9 sonable impression that a payment of anything of value, purchase of any-10 thing or making a donation is a condition of winning a prize or competing 11 12 for or obtaining information about a prize.

"(b) 'Sweepstakes' means a procedure for awarding a prize that is based 13 on chance. 'Sweepstakes' includes any such procedure in which a person is 14 required to purchase anything, pay anything of value or make a donation as 15 a condition of winning a prize or of receiving or obtaining information about 16 a prize. 'Sweepstakes' also includes any such procedure that is advertised in 17 a way that creates a reasonable impression that a payment of anything of 18 value, purchase of anything or making a donation is a condition of winning 19 a prize or receiving or obtaining information about a prize. 20

21 "(c) 'Clearly and conspicuously' means the message is conveyed in a

manner that is reasonably apparent to the audience to whom it is directed.
In order for a message to be considered clear and conspicuous, it shall, at
a minimum:

"(A) Not contradict or substantially alter any terms it purports to clarify,
explain or otherwise relate to; and

6 "(B) In the case of printed solicitations:

"(i) Be in close proximity to the terms it purports to clarify, explain or
otherwise relate to; and

9 "(ii) Be of sufficient prominence in terms of placement, font or color 10 contrast as compared with the remainder of the solicitation so as to be rea-11 sonably apparent to the audience to whom it is directed.

"(2) A person engages in an unlawful practice when, in the course of the person's business, vocation or occupation, the person [*uses the United States mail to solicit*] **solicits** participation in a contest and the person does not clearly and conspicuously disclose in the solicitation:

"(a) The maximum number of rounds or levels, if the contest has morethan one round or level;

18 "(b) The date the final winner will be determined;

19 "(c) The maximum total cost the final winner will have paid to the 20 sponsor to participate in the contest;

"(d) Whether the final winner must purchase or pay anything of value to
a person other than the sponsor if purchasing or paying is a condition of
eligibility;

"(e) If the contest involves multiple rounds of increasing difficulty, an example illustrative of the last determinative round or a statement that subsequent rounds will be more difficult;

"(f) If the contest is judged by someone other than the sponsor, the identity of or description of the qualifications of the judges;

29 "(g) The method used in judging; and

30 "(h) The name and address of the sponsor or the sponsor's agent.

HB 2397-1 1/16/19 Proposed Amendments to HB 2397 "(3) A person engages in an unlawful practice when, in the course of the person's business, vocation or occupation, the person [*uses the United States mail to solicit*] **solicits** participation in a sweepstakes and does not clearly and conspicuously disclose in the solicitation:

5 "(a) The odds of winning in Arabic numerals, except that if the odds of 6 winning depend on the number of entries received, a statement to that effect 7 will be deemed sufficient;

8 "(b) The name and address of the sponsor or the sponsor's agent, con9 sistently stated wherever it is used; and

10 "(c) The procedure for entry without purchase.

"(4) A person engages in an unlawful practice when, in the course of the person's business, vocation or occupation, the person solicits participation in a contest or sweepstakes:

"(a) By using the United States mail to represent that a person has been
 selected to receive or has won a particular prize, when that is not the case;
 or

"(b) By using the United States mail to represent that a person is a winner, is a finalist, is in first place or is otherwise in a limited group of persons with an enhanced likelihood of winning or receiving a prize, when more than 25 percent of the persons receiving the solicitation have the same chance of winning.".

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