HB2910 Engrossed

1 AN ACT concerning business.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Sale Price Ad Act is amended by changing 5 Sections 1, and 4 and by adding Section 3.5 as follows:

6 (815 ILCS 408/1) (was 720 ILCS 350/1)

7 Sec. 1. As used in this Act:

8 "Seller" means any person or legal entity that is in the 9 business of selling consumer goods to the public.

10 "Consumer goods" means any machine, appliance, clothing, 11 or like product bought for personal, family or household 12 purposes.

13 "Advertise" or "Advertising" means a notice in a 14 newspaper, magazine, pamphlet or flyer; an announcement on 15 television, cable television, or radio; and any other method 16 of communicating to the public.

17 <u>"Discount" includes, but is not limited to, any coupon or</u> 18 promotion in an electronic, digital, paper, or any other 19 format that offers a price reduction or credit for any goods to 20 <u>a consumer, either directly or indirectly, through redemption</u> 21 <u>by a retailer.</u>

22 <u>"Person" means an individual, natural person, public or</u>
 23 private corporation, government, partnership, unincorporated

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1 <u>association</u>, or other entity.

2 <u>"Retail mercantile establishment" means a retailer where</u>
3 <u>55% or more of its gross sales include nonprescription</u>
4 <u>medicines and any cooked or uncooked article of food,</u>
5 <u>beverage, alcohol, confection, or condiment used for or</u>
6 <u>intended to be used for human consumption off premises.</u>

7 <u>"Self-service checkout" means an interactive electronic</u> 8 <u>terminal that facilitates an action or displays a piece of</u> 9 <u>information and allows a consumer to pay for goods and</u> 10 <u>services.</u>

11 (Source: P.A. 79-732.)

12 (815 ILCS 408/3.5 new)

13 <u>Sec. 3.5. Disclosure of discounted price; grocery stores;</u>
 14 <u>supermarkets.</u>

15 (a) If a discount is offered for an item, the retail 16 mercantile establishment shall provide (i) the original price and the discounted price; (ii) the original price and a credit 17 18 or reduction of the advertised savings; (iii) the amount saved or the amount reduced as a percentage; or (iv) any other format 19 20 for showing the advertised savings of the discount to the 21 consumer. The retail mercantile establishment may use any 22 reasonable method available to provide notice of the advertised savings of the discount, including, but not limited 23 24 to, the following commercial channels:

25 (1) by screen or other display at the point of sale;

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1	(2) by paper or electronic receipt;
2	(3) by email, text message, mobile or computer
3	application, or any other electronic or digital
4	communication;
5	(4) by in-store consumer promotions, advertisement, or
6	any other similar display;
7	(5) by membership, loyalty, or reward program or any
8	other similar program; or
9	(6) by any other reasonable means available to the
10	retail mercantile establishment.
11	Nothing in this Section shall prohibit a retail mercantile
12	establishment from providing notice of discounts to consumers
13	through more than one commercial channel or require the retail
14	mercantile establishment to provide notice of discounts to
15	consumers through more than one commercial channel.
16	(b) In order to be in compliance with this Section, a
17	retail mercantile establishment may request information from
18	the consumer that will facilitate the required notice of the
19	discount to the consumer. A retail mercantile establishment
20	subject to this Section that accepts information provided by
21	the consumer shall be deemed in compliance with any law
22	regulating the collection of personal or biometric
23	information.
24	(c) If a consumer refuses to provide information to the
25	retail mercantile establishment in order for the retail
26	mercantile establishment to comply with this Section, the

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1 retail mercantile establishment shall not be liable under this
2 Section.

3 <u>(d) Consumer discounts are expressly allowed under 27 CFR</u> 4 <u>6.96. Notwithstanding 27 CFR 6.96, nothing in this Section,</u> 5 <u>other laws, or rules shall be construed to regulate, limit, or</u> 6 <u>prohibit the terms of a consumer discount or the ability of a</u> 7 <u>retail mercantile establishment from offering consumer</u> 8 <u>discounts for any retail product.</u>

9 <u>(e) The final purchase price that includes discounted</u> 10 <u>items offered by a retail mercantile establishment must be</u> 11 <u>excluded from the amount upon which any fee is charged the</u> 12 <u>retail mercantile establishment by any person when a consumer</u> 13 <u>uses a card, note, plate, coupon book, credit, or any other</u> 14 <u>similar device to purchase the discounted item or items.</u>

15 <u>(f) The requirements in subsection (a) do not apply to</u> 16 <u>self-service checkout. Nothing in this Section, other laws, or</u> 17 <u>rules shall be construed to limit, regulate, or prohibit the</u> 18 <u>use of a self-service checkout by a retail mercantile</u> 19 <u>establishment or the products or services purchased at a</u> 20 <u>self-service checkout located on or within the premises of a</u> 21 retail mercantile establishment.

22 (g) The requirements in subsection (a) do not apply to 23 consumer purchases made at wholesale clubs that sell consumer 24 goods and services through a membership model.

(h) The regulation of the disclosure of discounted prices
 by retail mercantile establishments is an exclusive power and

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1 <u>function of the State. A home rule unit may not regulate the</u> 2 <u>disclosure of discounted prices by retail mercantile</u> 3 <u>establishments. This Section is a denial and limitation of</u> 4 <u>home rule powers and functions under subsection (h) of Section</u> 5 <u>6 of Article VII of the Illinois Constitution.</u>

6 (815 ILCS 408/4) (was 720 ILCS 350/4)

Sec. 4. Violation of this Act is a business offense with a fine not to exceed \$25. <u>A person or retail mercantile</u> <u>establishment shall not be fined in excess of \$500 per year for</u> <u>violations under this Act.</u>

11 (Source: P.A. 79-732.)

Section 99. Effective date. This Act takes effect uponbecoming law.