1 AN ACT concerning business.

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

- Section 5. If and only if the provisions of House Bill 2525 of the 94th General Assembly changing Sections 2 and 8 of the Physical Fitness Services Act become law, the Physical Fitness Services Act is amended by changing Sections 2 and 8 as follows:
- 9 (815 ILCS 645/2) (from Ch. 29, par. 52)
- Sec. 2. Definitions. (a) "Physical fitness center" or "center" means any person or business entity offering physical fitness services to the public.
 - (b) "Physical fitness services" or "services" includes instruction, training or assistance in physical culture, bodybuilding, exercising, weight reducing, figure development, judo, karate, self-defense training, or any similar activity; use of the facilities of a physical fitness center for any of the above activities; or membership in any group formed by a physical fitness center for any of the above purposes.
 - (c) "Basic physical fitness services" means access or membership to the physical fitness center and the use of the equipment and facilities as well as any classes, programs or physical fitness services offered by the physical fitness center as provided under subsection (b) of this Section, which are allowed for or provided as part of the membership fee or package, and excluding optional physical fitness services and any non-physical fitness services which may be offered by the physical fitness center.
- (d) "Optional physical <u>fitness</u> services" means additional goods or physical fitness services offered by the physical fitness center which are not part of the membership package or contract but are available for additional cost and includes,

- 1 but are not limited to, personal training services, physical
- 2 fitness, wellness or exercise classes, nutritional counseling,
- 3 weight reduction, court time, privileges to use other physical
- 4 fitness centers, and use of specialized physical fitness
- 5 equipment or facilities such as rock climbing walls or aquatic
- 6 facilities.
- 7 (e) "Personal training services" means services performed
- 8 for a fee by a personal trainer or fitness instructor for
- 9 individuals or groups relating to developing, monitoring or
- 10 supervising physical training, exercise or fitness programs,
- 11 education and instruction regarding the use of exercise
- 12 equipment or techniques, or rendering advice relating to any of
- the aforementioned subjects or related issues such as diet.
- 14 (f) "Non-physical fitness services" means services or
- amenities offered by the physical fitness center which are not
- 16 directly related to physical fitness activities and which are
- 17 not included in the price of membership to the physical fitness
- 18 center and includes, but are not limited to, locker fees, spa
- 19 treatments, massage, tanning, personal grooming services,
- 20 laundry fees, room rental, parking, food and beverage,
- 21 vitamins, nutritional supplements, shoes, clothing, clothing
- 22 apparel, and sports or exercise equipment.
- 23 (Source: P.A. 84-850; 94HB2525enr.)
- 24 (815 ILCS 645/8) (from Ch. 29, par. 58)
- Sec. 8. Prohibited contract provisions. (a) No contract for
- 26 <u>basic</u> physical fitness services shall require payment of a
- 27 total amount in excess of \$2500 per year, and every such
- 28 contract must so provide in writing; except that this limit
- 29 shall not apply to any contract for: (1) family or couple
- 30 memberships, or (2) group memberships, where the purchaser is a
- 31 corporation or other business entity or any social, fraternal
- 32 or charitable organization not created for the purpose of
- 33 encouraging this contractual arrangement.
- 34 (b) No contract for family or couple memberships for basic
- 35 physical fitness services shall require payment in excess of

\$2,500 per year per person covered under the membership.

- (c) No contract for physical fitness services shall require payments or financing over a period in excess of 3 years from the date the contract is entered into, nor shall the term of any such contract be measured by the life of the customer. The initial term of services to be rendered under the contract may not extend over a period of more than 2 years from the date the parties enter into the contract; provided that the customer may be given an option to renew the contract for consecutive periods of not more than one year each for a reasonable consideration not less than 10% of the cash price of the original membership.
- (d) No contract for physical fitness services shall require or entail the execution of any note by the customer which, when separately negotiated, will cut off as to third parties any right of action or defense which the customer may have against the physical fitness center. No right of action or defense arising out of a contract for physical fitness services which the customer has against the center shall be cut off by assignment of the contract whether or not the assignee acquires the contract in good faith and for value. Such an assignee is not a holder in due course.
- 23 (Source: P.A. 84-1463; 94HB2525enr.)