98TH GENERAL ASSEMBLY

State of Illinois

2013 and 2014

SB3112

Introduced 2/7/2014, by Sen. Pamela J. Althoff

SYNOPSIS AS INTRODUCED:

815 ILCS 505/1

from Ch. 121 1/2, par. 261

Amends the Consumer Fraud and Deceptive Business Practices Act. Makes a technical change in a Section concerning definitions.

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AN ACT concerning business.

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

4 Section 5. The Consumer Fraud and Deceptive Business 5 Practices Act is amended by changing Section 1 as follows:

(815 ILCS 505/1) (from Ch. 121 1/2, par. 261) 6

7 Sec. 1. (a) The The term "advertisement" includes the 8 attempt by publication, dissemination, solicitation or 9 circulation to induce directly or indirectly any person to enter into any obligation or acquire any title or interest in 10 any merchandise and includes every work device to disquise any 11 form of business solicitation by using such terms as "renewal", 12 "invoice", "bill", "statement", or "reminder", to create an 13 14 impression of existing obligation when there is none, or other language to mislead any person in relation to any sought after 15 16 commercial transaction.

17 (b) The term "merchandise" includes any objects, wares, goods, commodities, intangibles, real estate situated outside 18 19 the State of Illinois, or services.

20 (c) The term "person" includes any natural person or his 21 legal representative, partnership, corporation (domestic and 22 foreign), company, trust, business entity or association, and any agent, employee, salesman, partner, officer, director, 23

1 member, stockholder, associate, trustee or cestui que trust 2 thereof.

3 (d) The term "sale" includes any sale, offer for sale, or
4 attempt to sell any merchandise for cash or on credit.

5 (e) The term "consumer" means any person who purchases or 6 contracts for the purchase of merchandise not for resale in the 7 ordinary course of his trade or business but for his use or 8 that of a member of his household.

9 (f) The terms "trade" and "commerce" mean the advertising, 10 offering for sale, sale, or distribution of any services and 11 any property, tangible or intangible, real, personal or mixed, 12 and any other article, commodity, or thing of value wherever 13 situated, and shall include any trade or commerce directly or 14 indirectly affecting the people of this State.

15 (g) The term "pyramid sales scheme" includes any plan or 16 operation whereby a person in exchange for money or other thing 17 of value acquires the opportunity to receive a benefit or thing of value, which is primarily based upon the inducement of 18 19 additional persons, by himself or others, regardless of number, 20 to participate in the same plan or operation and is not 21 primarily contingent on the volume or quantity of goods, 22 services, or other property sold or distributed or to be sold 23 or distributed to persons for purposes of resale to consumers. For purposes of this subsection, "money or other thing of 24 25 value" shall not include payments made for sales demonstration 26 equipment and materials furnished on a nonprofit basis for use

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- 1 in making sales and not for resale.
- 2 (Source: P.A. 95-331, eff. 8-21-07.)