92_HB5581 LRB9215085ACcd

- 1 AN ACT concerning price gouging.
- 2 Be it enacted by the People of the State of Illinois,
- 3 represented in the General Assembly:
- 4 Section 5. The Consumer Fraud and Deceptive Business
- 5 Practices Act is amended by adding Section 2MM as follows:
- 6 (815 ILCS 505/2MM new)
- 7 <u>Sec. 2MM. Prohibition against unconscionable prices.</u>
- 8 (a) As used in this Section, "commodity" means any
- 9 goods, services, materials, merchandise, supplies, equipment,
- 10 resources, or other article of commerce and includes without
- limitation food, water, ice, chemicals, petroleum products,
- 12 and lumber necessary for consumption or use as a direct
- result of the emergency.
- (b) Upon a declaration of a state of emergency by the
- 15 Governor, it is unlawful and a violation of Section 2 of this
- 16 Act for a person or her or his agent or employee to rent or
- 17 <u>sell or offer to rent or sell at an unconscionable price</u>
- 18 within the area for which the state of emergency is declared
- 19 <u>any essential commodity including, but not limited to,</u>
- 20 <u>supplies, services, provisions, or equipment that is</u>
- 21 <u>necessary for consumption or use as a direct result of the</u>
- 22 <u>emergency</u>. This <u>prohibition remains in effect until the</u>
- 23 <u>declaration expires or is terminated.</u>
- 24 (c) It is unlawful and a violation of Section 2 of this
- 25 Act for any person to impose unconscionable prices for the
- 26 rental or lease of any dwelling unit or self-storage facility
- 27 <u>during a period of declared state of emergency.</u>
- 28 <u>(d) It is prima facie evidence that a price is</u>
- 29 <u>unconscionable if:</u>
- 30 (1) the amount charged represents a gross disparity
- 31 <u>between the price of the commodity or rental or lease of</u>

any dwelling unit or self-storage facility that is the subject of the offer or transaction and the average price at which that commodity or dwelling unit or self-storage facility was rented, leased, sold, or offered for rent or sale in the usual course of business during the 30 days immediately prior to the declaration of a state of emergency, and the increase in the amount charged is not attributable to additional costs incurred in connection with the rental or sale of the commodity or rental or lease of any dwelling unit or self-storage facility or national or international market trends; or

- price at which the same or similar commodity was readily obtainable in the trade area during the 30 days immediately prior to the declaration of a state of emergency and the increase in the amount charged is not attributable to additional costs incurred in connection with the rental or sale of the commodity or rental or lease of any dwelling unit or self-storage facility or national or international market trends.
- 21 <u>(e) A price increase approved by an appropriate</u> 22 <u>government agency shall not be a violation of this Section.</u>
 - (f) This Section shall not apply to sales by growers, producers, or processors of raw or processed food products, except for retail sales of such products to the ultimate consumer within the area of the declared state of emergency.
 - (g) Nothing in this Section shall be interpreted to preempt the powers of local government except that the evidentiary standards and defenses contained in this Section shall be the only evidentiary standards and defenses used in any ordinance adopted by local government to restrict price gouging during a declared state of emergency.
- (h) Section 10a of this Act notwithstanding, nothing in
 this Section creates a private cause of action in favor of

1 any person damaged by a violation of this Section.