2027

## 2015-2016 Regular Sessions

## IN ASSEMBLY

January 15, 2015

Introduced by M. of A. DINOWITZ, GOTTFRIED, GALEF, BRAUNSTEIN, MAGNAREL-LI, ABINANTI, OTIS -- read once and referred to the Committee on Judiciary

AN ACT to amend the general obligations law, in relation to requiring contractees to waive their rights relating to the making of certain statements about contractors

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

- 1 Section 1. The general obligations law is amended by adding a new 2 section 5-336 to read as follows:
  - S 5-336. AGREEMENTS REQUIRING CONTRACTEES TO WAIVE THEIR RIGHTS IN RELATION TO EXPRESSING CERTAIN OPINIONS ABOUT CONTRACTORS VOID AND UNENFORCEABLE. 1. (A) A CONTRACT OR PROPOSED CONTRACT FOR THE SALE OR LEASE OF CONSUMER GOODS OR SERVICES MAY NOT INCLUDE A PROVISION WAIVING THE CONSUMER'S RIGHT TO MAKE ANY STATEMENT REGARDING THE SELLER OR LESSOR OR ITS EMPLOYEES OR AGENTS, OR CONCERNING THE GOODS OR SERVICES.
- 9 (B) IT SHALL BE UNLAWFUL TO THREATEN OR TO SEEK TO ENFORCE A PROVISION 10 MADE UNLAWFUL UNDER THIS SECTION, OR TO OTHERWISE PENALIZE A CONSUMER 11 FOR MAKING ANY STATEMENT PROTECTED UNDER THIS SECTION.
  - 2. ANY WAIVER OF THE PROVISIONS OF THIS SECTION IS CONTRARY TO PUBLIC POLICY, AND IS VOID AND UNENFORCEABLE.
- 3. ANY PERSON WHO VIOLATES THIS SECTION SHALL BE SUBJECT TO A CIVIL PENALTY NOT TO EXCEED TWO THOUSAND FIVE HUNDRED DOLLARS FOR THE FIRST VIOLATION, AND FIVE THOUSAND DOLLARS FOR THE SECOND AND FOR EACH SUBSEQUENT VIOLATION, TO BE ASSESSED AND COLLECTED IN A CIVIL ACTION BROUGHT BY THE CONSUMER, BY THE ATTORNEY GENERAL, OR BY THE DISTRICT ATTORNEY OR CITY ATTORNEY OF THE COUNTY OR CITY IN WHICH THE VIOLATION OCCURRED.
- 19 CITY ATTORNEY OF THE COUNTY OR CITY IN WHICH THE VIOLATION OCCURRED. 20 WHEN COLLECTED, THE CIVIL PENALTY SHALL BE PAYABLE, AS APPROPRIATE, TO
- 21 THE CONSUMER OR TO THE GENERAL FUND OF WHICHEVER GOVERNMENTAL ENTI-22 BROUGHT THE ACTION TO ASSESS THE CIVIL PENALTY.

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EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets [ ] is old law to be omitted.

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1 4. IN ADDITION, FOR A WILLFUL, INTENTIONAL, OR RECKLESS VIOLATION OF THIS SECTION, A CONSUMER OR PUBLIC PROSECUTOR MAY RECOVER A CIVIL PENAL-3 TY NOT TO EXCEED TEN THOUSAND DOLLARS.

- 5. THE PENALTY PROVIDED BY THIS SECTION IS NOT AN EXCLUSIVE REMEDY,
  AND DOES NOT AFFECT ANY OTHER RELIEF OR REMEDY PROVIDED BY LAW. THIS
  SECTION SHALL NOT BE CONSTRUED TO PROHIBIT OR LIMIT A PERSON OR BUSINESS
  THAT HOSTS ONLINE CONSUMER REVIEWS OR COMMENTS FROM REMOVING A STATEMENT
  THAT IS OTHERWISE LAWFUL TO REMOVE.
- 9 S 2. This act shall take effect on the ninetieth day after it shall 10 have become a law.