

7610

2015-2016 Regular Sessions

I N A S S E M B L Y

May 20, 2015

Introduced by M. of A. DINOWITZ -- read once and referred to the Committee on Consumer Affairs and Protection

AN ACT to amend the general business law, in relation to prohibiting fees on gift cards and gift certificates

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

1 Section 1. Subdivisions 3 and 5 of section 396-i of the general business law, as amended by chapter 507 of the laws of 2004, are amended to
2 read as follows:
3
4 3. The terms and conditions of a gift certificate store credit shall
5 be clearly and conspicuously stated thereon. Terms and conditions shall
6 include the expiration date, [whether any fees are assessed against the
7 balance of the gift certificate, and whether a fee will be charged for]
8 AND PROCEDURE FOR the replacement of a gift certificate that is lost,
9 stolen, or destroyed. Additional terms and conditions including, but not
10 be limited to, policies related to refunds, warranties, changes in terms
11 and conditions, assignment and waiver shall be conspicuously printed:
12 (a) on the gift certificate; or (b) on an envelope or packaging containing
13 the gift certificate, provided that a toll free telephone number to
14 access the additional terms and conditions is printed on the gift
15 certificate; or (c) on an accompanying printed document, provided that a
16 toll free telephone number to access the additional terms and conditions
17 is printed on the gift certificate.
18 5. (a) No [retroactive] fees shall be assessed against a gift certificate.
19
20 (b) No monthly service fees may be assessed against the balance of a
21 gift certificate [prior to the thirteenth month of dormancy].
22 (c) For the purposes of this subdivision, "dormancy" shall mean non-
23 use of a gift certificate. Use of a gift certificate shall include, but
24 not be limited to, adding value, or purchases.
25 S 2. This act shall take effect on the ninetieth day after it shall
26 have become a law.

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

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