
A BILL FOR AN ACT

RELATING TO CONSUMER CONTRACTS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The Hawaii Revised Statutes is amended by
2 adding a new section to be appropriately designated and to read
3 as follows:

4 "§ - Automatic renewal of consumer contracts. (a) A
5 consumer contract for service, maintenance, or repair that
6 states that the term of the contract shall be automatically
7 renewed for a specified additional period based on the
8 consumer's failure to give notice to terminate the contract at
9 the expiration of the current term shall not be enforceable
10 unless the person furnishing the service, maintenance, or repair
11 pursuant to the contract gives the consumer written notice,
12 served personally or by mail, no less than thirty days before
13 the expiration of the contract's current term, to inform the
14 consumer of the automatic renewal provision in the contract.

15 (b) This section shall not apply if the original term of
16 the contract subject to being renewed automatically, or the
17 renewal term, is six months or less.




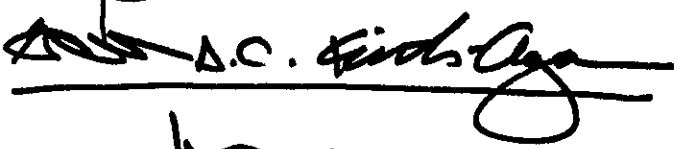

1 (c) The notice to the consumer concerning the automatic
2 renewal provision in the contract shall be conspicuously printed
3 and shall state the requirements of the consumer to avoid
4 automatic renewal."

5 SECTION 2. This Act does not affect rights and duties that
6 matured, penalties that were incurred, and proceedings that were
7 begun before its effective date.

8 SECTION 3. New statutory material is underscored.

9 SECTION 4. This Act shall take effect upon its approval.

10

INTRODUCED BY: 
 D.C. Fitch


JAN 25 2011



Report Title:

Consumer Contracts; Automatic Renewal

Description:

Prohibits the automatic renewal of consumer contracts unless the consumer is given timely notice of the automatic renewal and the requirements to avoid automatic renewal.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

