As Introduced

126th General Assembly Regular Session 2005-2006

S. B. No. 33

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Senators Spada, Jacobson, Amstutz, Schuler, Mumper

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ABILL

effect of reducing the total amount for which the holder of the

gift certificate may redeem the gift certificate.

To enact section 1349.19 of the Revised Code to 1 prohibit the sale of a gift certificate that has an expiration date that is less than two years 3 after the date the gift certificate is issued and 4 to prohibit service charges or fees having the 5 effect of reducing the value of the gift 6 certificate. 7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO: Section 1. That section 1349.19 of the Revised Code be 8 enacted to read as follows: 9 Sec. 1349.19. (A)(1) Subject to division (C) of this section, 10 no person or entity shall sell a gift certificate to a purchaser 11 containing an expiration date that is less than two years after 12 the date the gift certificate is issued. Any gift certificate sold 13 after December 31, 2004, is subject to replacement with a new gift 14 certificate at no cost to the purchaser or holder. 15 16 (2) No person or entity, in connection with a gift 17 certificate, shall charge service charges or fees, including 18 dormancy fees, latency fees, or administrative fees, that have the 19

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(B) A gift certificate sold without an expiration date is	22
valid until redeemed or replaced with a new gift certificate.	23
(C) Division (A)(1) of this section does not apply to any of	24
the following gift certificates issued on or after January 1,	25
2005, provided that the expiration date appears in capital letters	26
in at least ten-point boldface type on the front of the gift	27
<pre>certificate:</pre>	28
(1) A gift certificate that is distributed by the issuer to a	29
consumer pursuant to an awards, loyalty, or promotional program	30
without any money or anything of value being given in exchange for	31
the gift certificate by the consumer;	32
(2) A gift certificate that is sold below face value at a	33
volume discount to employers or to nonprofit and charitable	34
organizations for fundraising purposes, if the expiration date on	35
that gift certificate is not more than thirty days after the date	36
of sale;	37
(3) A gift certificate that is issued for a food product.	38
(D) Whoever violates division (A)(2) of this section is	39
liable to the holder for any amount that the redemption value of	40
the gift certificate was reduced, any court costs incurred, and	41

reasonable attorney's fees.

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