## A BILL FOR AN ACT

RELATING TO CONSUMER PROTECTION.

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

- 1 SECTION 1. The purpose of this Act is to ensure that the
- 2 terms of a customer's health club contract with the seller of a
- 3 health club is honored by a purchaser of the health club.
- 4 SECTION 2. Chapter 486N, Hawaii Revised Statutes, is
- 5 amended by adding a new section to be appropriately designated
- 6 and to read as follows:
- 7 "§486N- Health club contracts upon sale of health club.
- 8 Upon the sale of a health club, the purchaser of the health club
- 9 shall assume all liabilities of the health club, including any
- 10 liability arising under a contract entered into by the seller of
- 11 the health club."
- 12 SECTION 3. New statutory material is underscored.
- SECTION 4. This Act shall take effect on July 1, 2050,
- 14 provided that section 2 shall apply to all existing and prior
- 15 contracts.

## Report Title:

Consumer Protection

## Description:

Requires a purchaser of a health club to assume the liabilities of the previous owner of the health club to ensure that a customer's health club contract is honored by the purchaser. (Effective 7/1/50) (SD2)