## A BILL FOR AN ACT

RELATING TO PREPAID CALLING CARDS.

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

1	SECTION 1. Chapter 269, Hawaii Revised Statutes, is		
2	amended by adding a new section to be appropriately designated		
3	and to read as follows:		
4	"§269- Prepaid calling cards; definitions; disclosures;		
5	rules; violation. (a) As used in this section:		
6	"Prepaid calling card company" means a company that		
7	provides a prepaid calling service to the public using its own		
8	network or resold services.		
9	"Prepaid calling service" means a prepaid		
10	telecommunications service that allows an end user to originate		
11	a telephone call using an access number and an authorization		
12	code.		
13	"Telecommunications service" means the offering of		
14	transmission between or among points specified by a user, of		
15	information of the user's choosing, including voice, data,		
16	image, graphics, and video without change in the form or content		
17	of the information, as sent and received, by means of		
18	electromagnetic transmission, or other similarly capable means HB LRB 11-0729.doc		

1	of transmission, with or without benefit of any closed		
2	transmiss	ion medium, and does not include cable service as	
3	defined in section 440G-3.		
4	(d)	Any prepaid calling card company that sells or offers	
5	for sale	prepaid calling cards, at the time of sale, shall	
6	disclose	clearly and conspicuously:	
7	<u>(1)</u>	Any surcharges or fees, including monthly fees, per	
8		call access fees and surcharges for the first minute	
9		or unit of use that may be applicable to the use of	
10		the prepaid calling card;	
11	(2)	Any rounding of time used by the consumer and the	
12		formula of computation of the rounding of time;	
13	<u>(3)</u>	Any application or other fees charged to the consumer;	
14	(4)	Any restrictions on use of the prepaid calling card;	
15		and	
16	(5)	A toll-free consumer assistance telephone number.	
17	<u>(c)</u>	The director of the office of consumer protection may	
18	adopt rul	es under chapter 91 prescribing additional information	
19	that a pr	epaid calling card company shall provide to the	
20	consumer	at the time of purchase.	
21	(d)	A violation of this section shall be deemed an unfair	
22	or decept	ive act or practice under section 480-2."	
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- 1 SECTION 2. This Act does not affect rights and duties that
- 2 matured, penalties that were incurred, and proceedings that were
- 3 begun, before its effective date.
- 4 SECTION 3. New statutory material is underscored.
- 5 SECTION 4. This Act shall take effect upon its approval.

INTRODUCED BY:

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## Report Title:

Prepaid Calling Cards; Disclosure

## Description:

Requires companies selling prepaid calling cards to disclose the terms and services of the cards. Makes a violation of disclosure requirement an unfair or deceptive act or practice.