A BILL FOR AN ACT

RELATING TO GIFT CERTIFICATES.

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

- 1 SECTION 1. Section 481B-13, Hawaii Revised Statutes, is 2 amended by amending subsection (f) to read as follows:
- 3 "(f) As used in this section, unless the context requires
 4 otherwise:
- "Certificate issuer" or "issuer" means a restaurant or a
 person engaged in the business of offering services or goods for
 sale at retail who sells gift certificates to customers.
- "Gift certificate" or "certificate" includes any electronic

 card with a banked dollar value where the issuer has received

 payment for the full banked dollar value for the future purchase

 or delivery of goods or services, any certificate where the

 issuer has received payment for the full face value of the

 certificate for future purchases or delivery of goods or
- services, and any other medium that evidences the giving of
 consideration in exchange for the right to redeem the
 certificate, electronic card, or other medium for goods, food,
- 17 or services of at least an equal value. "Gift certificate" or

1	"certific	ate" does not include a card, certificate, or other
2	medium th	at is:
3	(1)	Used solely for telephone services;
4	(2)	Reloadable and not marketed or labeled as a gift card,
5		gift certificate, or certificate;
6	(3)	A loyalty, award, or promotional gift card;
7	(4)	Not marketed to the general public; [ex]
8	(5)	Redeemable solely for admission to events or venues at
9		a particular location or group of affiliated
10		locations, which may also include services or goods
11		obtainable:
12		(A) At the event or venue after admission; or
13		(B) In conjunction with admission to such events or
14		venues, at specific locations affiliated with and
15		in geographic proximity to the event or venue $[+]_{\underline{i}}$
16		<u>or</u>
17	<u>(6)</u>	Issued by a county for the purpose of storing value
18		for certain uses including but not limited to paying
19		transit fares or other county fees, or other uses as
20		authorized by applicable county ordinances.

- "Service fee" means a periodic fee, charge, or penalty for
- 2 holding or use of a gift certificate, but does not include a
- 3 one-time initial activation or issuance fee."
- 4 SECTION 2. Statutory material to be repealed is bracketed
- 5 and stricken. New statutory material is underscored.
- 6 SECTION 3. This Act shall take effect on July 1, 2050.

Report Title:

Hawaii Council of Mayors Package; Gift Certificates; Transit Cards; Exception

Description:

Clarifies that certain county-issued cards and certificates are not subject to the State's unfair and deceptive practices regulations related to gift certificates. Effective 7/1/2050. (HD1)

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