### A BILL FOR AN ACT

RELATING TO PRICE TRANSPARENCY.

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

- 1 SECTION 1. Chapter 237, Hawaii Revised Statutes, is
- 2 amended by adding a new section to be appropriately designated
- 3 and to read as follows:
- 4 "<u>\$237-</u> <u>Price transparency</u>. All businesses engaging in
- 5 the retail sale of goods shall include the amount of general
- $oldsymbol{6}$  excise tax owed for the retail sale of the goods in any display
- 7 or tag indicating the price of the goods. Any violation of this
- 8 section shall constitute an unfair or deceptive act or practice
- 9 in the conduct of trade or commerce within the meaning of
- 10 section 480-2."
- 11 SECTION 2. Section 481A-3, Hawaii Revised Statutes, is
- 12 amended by amending subsection (a) to read as follows:
- "(a) A person engages in a deceptive trade practice when,
- 14 in the course of the person's business, vocation, or occupation,
- 15 the person:
- 16 (1) Passes off goods or services as those of another;

| 1  | (2) | causes likelihood of confusion of of misunderstanding  |
|----|-----|--|
| 2  |     | as to the source, sponsorship, approval, or            |
| 3  |     | certification of goods or services;                    |
| 4  | (3) | Causes likelihood of confusion or of misunderstanding  |
| 5  |     | as to affiliation, connection, or association with, or |
| 6  |     | certification by, another;                             |
| 7  | (4) | Uses deceptive representations or designations of      |
| 8  |     | geographic origin in connection with goods or          |
| 9  |     | services;  |
| 10 | (5) | Represents that goods or services have sponsorship,    |
| 11 |     | approval, characteristics, ingredients, uses,          |
| 12 |     | benefits, or quantities that they do not have or that  |
| 13 |     | a person has a sponsorship, approval, status,          |
| 14 |     | affiliation, or connection that the person does not    |
| 15 |     | have;  |
| 16 | (6) | Represents that goods are original or new if they are  |
| 17 |     | deteriorated, altered, reconditioned, reclaimed, used, |
| 18 |     | or secondhand;   |
| 19 | (7) | Represents that goods or services are of a particular  |
| 20 |     | standard, quality, or grade, or that goods are of a    |
| 21 |     | particular style or model, if they are of another:     |

| 1  | (8)   | Disparages the goods, services, or business of another |  |
|----|---|--|--|
| 2  |   | by false or misleading representation of fact;         |  |
| 3  | (9)   | Advertises goods or services with intent not to sell   |  |
| 4  |   | them as advertised;                                    |  |
| 5  | (10)  | Advertises goods or services with intent not to supply |  |
| 6  |   | reasonably expectable public demand, unless the        |  |
| 7  |   | advertisement discloses a limitation of quantity;      |  |
| 8  | (11)  | Makes false or misleading statements of fact           |  |
| 9  |   | concerning the reasons for, existence of, or amounts   |  |
| 10 |   | of price reductions; [ <del>or</del> ]                 |  |
| 11 | (12)  | Engages in the retail sale of goods and fails to       |  |
| 12 |   | include the amount of general excise tax owed for the  |  |
| 13 |   | retail sale of the goods in any display or tag         |  |
| 14 |   | indicating the price of the goods; or                  |  |
| 15 | [ <del>(12)</del> ]                                       | (13) Engages in any other conduct which similarly      |  |
| 16 |   | creates a likelihood of confusion or of                |  |
| 17 |   | misunderstanding."                                     |  |
| 18 | SECTION 3. Statutory material to be repealed is bracketed |  |  |
| 19 | and stricken. New statutory material is underscored.      |  |  |
| 20 | SECTION 4. This Act shall take effect on January 1, 2024. |  |  |
| 21 |   |  |  |

2023-0379 НВ НМЅО

INTRODUCED BY:

JAN 2 0 2023

#### Report Title:

Sales; General Excise Tax; Price Transparency

#### Description:

Requires all businesses engaged in the sale of goods to include the amount of general excise tax owed in any display or tag indicating the price of the goods. Effective 1/1/2024.

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

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