

April 7, 2009

H 1219. NO AUTOMATIC CONTRACT RENEWALS. Filed 4/7/09. *TO PROHIBIT AUTOMATIC CONTRACT RENEWALS IN CONSUMER OR BUSINESS CONTRACTS.*

Amends GS 75-41 to (1) prohibit the inclusion of automatic renewal clauses in product or service contracts with consumers or businesses, (2) add credit card companies to the list of entities to which the section does not apply, (3) specify that a violation of this section is an unfair and deceptive trade practice under GS 75-1.1, and (4) delete provision providing that a violation has not occurred if specified elements are demonstrated to be a routine business practice. Effective when act becomes law and applies to all contracts regardless of when they are entered into.

Intro. by Allred.

GS 75