

1 State of Arkansas  
2 80th General Assembly  
3 Regular Session, 1995  
4 By: Representatives Von Gremp and Lynn

# A Bill

HOUSE BILL

2036

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## 7 For An Act To Be Entitled

8 "AN ACT TO AMEND ARKANSAS CODE 4-88-107(a) TO INCLUDE  
9 AMONG THE LISTED DECEPTIVE AND UNCONSCIONABLE TRADE  
10 PRACTICES THE MARKETING, ASSEMBLY, DRAFTING, OR FUNDING OF  
11 TRUST DOCUMENTS BY A NON-LAWYER; TO PROVIDE FOR  
12 EXEMPTIONS; AND FOR OTHER PURPOSES."

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## 14 Subtitle

15 "AN ACT CONCERNING DECEPTIVE TRADE  
16 PRACTICES."

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18 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

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20 SECTION 1. Arkansas Code 4-88-107(a) is amended to read as follows:

21 "4-88-107. Deceptive and unconscionable trade practices generally

22 (a) Deceptive and unconscionable trade practices made unlawful and  
23 prohibited by this chapter include, but are not limited to, the following:

24 (1) Knowingly making a false representation as to the  
25 characteristics, ingredients, uses, benefits, alterations, source,  
26 sponsorship, approval, or certification of goods or services, or as to  
27 whether goods are original or new, or of a particular standard, quality,  
28 grade, style, or model;

29 (2) Disparaging the goods, services, or business of another by  
30 false or misleading representation of fact;

31 (3) Advertising the goods or services with the intent not to  
32 sell them as advertised;

33 (4) Refusal of a retailer to deliver to a customer purchasing  
34 any electronic or mechanical apparatus the record of warranty and statement  
35 of service availability which the manufacturer includes in the original

1 carton or container of the product or the refusal to make available, on  
2 request, information relating thereto;

3                 (5) The employment of bait-and-switch advertising, consisting of  
4 an attractive but insincere offer to sell a product or service which the  
5 seller in truth does not intend or desire to sell, evidenced by a refusal to  
6 show or disparagement of the advertised product, the requirement of a tie-in  
7 sale or other undisclosed conditions precedent to the purchase, demonstrating  
8 a defective product, or other acts demonstrating an intent not to sell the  
9 advertised product or services;

10                 (6) Knowingly failing to identify flood, water, fire, or  
11 accidentally damaged goods as to such damages;

12                 (7) Making a false representation that contributions solicited  
13 for charitable purposes shall be spent in a specific manner or for specified  
14 purposes;

15                 (8) Knowingly taking advantage of a consumer who is reasonably  
16 unable to protect his or her interest because of physical infirmity,  
17 ignorance, illiteracy, inability to understand the language of the agreement,  
18 or a similar factor;

19                 (9) *The offering for sale, assembly, drafting, of any trust*  
20 *document, including a living trust, by a non-lawyer excluding the marketing,*  
21 *assembly and funding by bank trust departments and trust companies;* and

22                 (10) Engaging in any other unconscionable, false, or deceptive  
23 act or practice in business, commerce, or trade."

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25                 SECTION 2. All provisions of this act of a general and permanent  
26 nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas  
27 Code Revision Commission shall incorporate the same in the Code.

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29                 SECTION 3. If any provision of this act or the application thereof to  
30 any person or circumstance is held invalid, such invalidity shall not affect  
31 other provisions or applications of the act which can be given effect without  
32 the invalid provision or application, and to this end the provisions of this  
33 act are declared to be severable.

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35                 SECTION 4. All laws and parts of laws in conflict with this act are

1 hereby repealed.

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4                           */s/Rep. Von Gremp, et al*

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*As Engrossed: 3/15/95 3/20/95 3/22/95*

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