MISSISSIPPI LEGISLATURE

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REGULAR SESSION 2018

By: Representative Hopkins

To: Judiciary A

HOUSE BILL NO. 991

1 AN ACT TO ENACT A CODE OF CONDUCT FOR DOOR-TO-DOOR FOR-PROFIT 2 SOLICITORS; TO SPECIFY REQUIREMENTS OF A DOOR-TO-DOOR FOR-PROFIT 3 SOLICITOR; TO PROHIBIT CERTAIN ACTIONS BY A DOOR-TO-DOOR 4 FOR-PROFIT SOLICITOR; TO PROVIDE FOR CERTAIN LICENSURE 5 CONSEQUENCES IF A SIGN FOR NO SOLICITATION IS VIOLATED BY A 6 DOOR-TO-DOOR FOR-PROFIT SOLICITOR; AND FOR RELATED PURPOSES. 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 8 SECTION 1. (1) Any for-profit solicitor who sells, offers to sell or attempts to sell goods or services to a homeowner or 9 10 resident of a home or apartment, through direct physical contact, 11 including door-to-door solicitation, shall: 12 (a) Carry an employee identification card or, if 13 applicable, a copy of a currently pending application for license or registration and present said identification or proof of 14 15 registration for inspection to the homeowner or resident; 16 Truthfully and clearly identify himself or herself (b) by name, their fully registered company name, and the purpose of 17 his or her solicitation to the potential customer at the 18 initiation of a sales presentation without request from the 19 20 potential customer; G1/2H. B. No. 991 ~ OFFICIAL ~ 18/HR26/R1022

(c) Provide to the homeowner or resident, at no charge, a document or business card listing the solicitor's name, employer's name, address, phone number, license number if applicable;

(d) Not approach or solicit a home or residence at any
time where a placard, sign or any other posting of whatever nature
is displaying indicating that the homeowner or residential
occupant does not wish to be solicited; and

29 (e) Comply with any applicable door-to-door30 solicitation ordinance consistent with state and federal law.

31 (2) Any door-to-door for-profit solicitor shall not engage
32 in any deceptive, misleading, unlawful or unethical business
33 practices with customers or consumers. Such practices shall
34 constitute improper, fraudulent or dishonest dealing.

35 (3) Any door-to-door for-profit solicitor, when engaging in 36 the sale, installation, service or maintenance of a product or 37 service, shall not falsely state or imply the following to a 38 potential or existing customer:

39 (a) That a competitor company is going out of business
40 or is in financial difficulty, or that such competitor company no
41 longer exists;

42 (b) That a competitor company is changing or has43 changed its company name;

H. B. No. 991 18/HR26/R1022 PAGE 2 (CAA\KW) 44 (c) That the for-profit solicitor is a representative
45 agent of, if acting on behalf of, or is otherwise acting with the
46 consent or approval of a competitor company;

47 (d) That the for-profit solicitor's company is a
48 "sister" company of a competitor, or is acquiring, merging with,
49 or has taken over or purchased the competitor company's accounts;

50 (e) That the for-profit solicitor is performing routine 51 maintenance on a competitor company's product or equipment which 52 is in the possession of a customer;

(f) That the for-profit solicitor's company is affiliated with, has the endorsement of, or is, in any manner, acting at the direction of any governmental or law enforcement agency; and

57 (g) Quoting statistics or providing other information 58 that is known to be false or misleading, or which the for-profit 59 solicitor has not made a reasonable effort to objectively quantify 60 or substantiate.

61 (4) For recurring contracts, door-to-door for-profit62 solicitors shall:

(a) When contracting with existing or potential
customers, use written materials which clearly and conspicuously
set forth both the company and the customer's rights and
obligations;

67 (b) Clearly and conspicuously disclose material terms68 and conditions of the offer before obtaining a customer's consent;

H. B. No. 991 **~ OFFICIAL ~** 18/HR26/R1022 PAGE 3 (CAA\KW) 69 (c) Provide a copy of the contract to the customer70 immediately upon execution;

(d) Clearly and conspicuously disclose refund policies, including termination fees, to existing or potential customers prior to the sale of any product or service;

(e) Honor all refunds for customers in accordance withtheir stated refund policies; and

(f) Upon request, provide customers a written
termination fee calculation and statement of the information upon
which they base the calculation.

79 (5) To the extent allowed by licensure laws governing 80 door-to-door for-profit solicitors, any door-to-door for-profit 81 solicitor who violates Section 1(1)(d) of this act shall be given 82 a warning by its licensure board after two (2) reported violations 83 and shall have his or her license revoked after four (4) reported 84 violations.

85 **SECTION 2.** This act shall take effect and be in force from 86 and after July 1, 2018.