BILL ANALYSIS

Senate Research Center 78R4687 CLG-F

C.S.S.B. 378
By: Armbrister
Business & Commerce
2-27-2003
Committee Report (Substituted)

DIGEST AND PURPOSE

Currently, Texas law has no provision prohibiting the misrepresentation of a floral industry business's geographic location. There are a number of floral telemarketing businesses that falsely advertise in local telephone directories and listings as a local business and subsequently charge additional fees when filling the order. C.S.S.B. 378 prohibits the use of local contact information in telephone directories or databases to misrepresent a business's geographic location.

RULEMAKING AUTHORITY

This bill does not expressly grant any additional rulemaking authority to a state officer, institution, or agency.

SECTION BY SECTION ANALYSIS

SECTION 1. Amends Chapter 17E, Business & Commerce Code, by adding Section 17.462, as follows:

Sec. 17.462. LISTING OF BUSINESS LOCATION IN DIRECTORY OR DATABASE.

- (a) Prohibits a person from misrepresenting the geographical location of a business that derives 50 percent or more of its gross income from the sale or arranging for the sale of flowers or floral arrangements in the listing in a telephone directory or other directory assistance database.
 - (b) Provides criteria by which a person is considered to have misrepresented the location of a business for purposes of Subsection (a).
 - (c) Authorizes a person to place a business directory listing indicating that the business is located in a different geographical area, if a conspicuous notice in the listing states the municipality and state in which the business is actually located.
 - (d) Provides that this section does not apply to certain entities.
 - (e) Provides that violation of this section is a false, misleading, or deceptive act or practice and authorizes remedies to enforce this section.

SECTION 2. Effective date: September 1, 2003.

Makes application of this Act prospective.

SUMMARY OF COMMITTEE CHANGES

Differs from the original in SECTION 1 (Chapter 17E, Section 17.462(d), Business & Commerce Code) by including a publisher of a telephone directory or other publications in the list of entities to which this section does not apply.