## ENGROSSED SUBSTITUTE HOUSE BILL 1497

## State of Washington 67th Legislature 2022 Regular Session

**By** House Consumer Protection & Business (originally sponsored by Representatives Mosbrucker, Chandler, Peterson, Dent, Schmick, Steele, Pollet, Eslick, and Young)

READ FIRST TIME 01/25/22.

AN ACT Relating to commercial telephone solicitation; amending RCW 80.36.390, 19.158.040, and 19.158.110; and adding a new section to chapter 19.158 RCW.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 80.36.390 and 2015 c 53 s 95 are each amended to 6 read as follows:

7 (1) As used in this section, "telephone solicitation" means the unsolicited initiation of a telephone call by a commercial 8 or 9 nonprofit company or organization to a ((residential telephone 10 customer)) person and conversation for the purpose of encouraging 11 ((<del>a</del>)) the person to purchase property, goods, or services or 12 money, soliciting donations of property, qoods, or services. "Telephone solicitation" does not include: 13

(a) Calls made in response to a request or inquiry by the called
party. This includes calls regarding an item that has been purchased
by the called party from the company or organization during a period
not longer than twelve months prior to the telephone contact;

(b) Calls made by a not-for-profit organization to its own listof bona fide or active members of the organization;

20 (c) Calls limited to polling or soliciting the expression of 21 ideas, opinions, or votes; or 1

(d) Business-to-business contacts.

For purposes of this section, each individual real estate agent or insurance agent who maintains a separate list from other individual real estate or insurance agents shall be treated as a company or organization. For purposes of this section, an organization as defined in RCW 29A.04.086 or 29A.04.097 and organized pursuant to chapter 29A.80 RCW shall not be considered a commercial or nonprofit company or organization.

9 (2) A person making a telephone solicitation must identify him or 10 herself and the company or organization on whose behalf the 11 solicitation is being made and the purpose of the call within the 12 first ((thirty)) <u>30</u> seconds of the telephone call.

13 (3) <u>As used in this section</u>, "telephone solicitor" means a 14 commercial or nonprofit company or organization engaged in telephone 15 <u>solicitation</u>.

16 <u>(4) If the telephone solicitor is requesting a donation or gift</u> 17 <u>of money, the telephone solicitor must ask the called party whether</u> 18 <u>they want to continue the call, end the call, or be removed from the</u> 19 <u>solicitor's telephone lists.</u>

20 (5) If, at any time during the telephone contact, the called 21 party states or indicates they want to end the call, the telephone 22 solicitor must end the call within 10 seconds.

23 (6) If, at any time during the telephone contact, the called 24 party states or indicates that he or she does not ((wish)) want to be 25 called again by the ((company or organization)) telephone solicitor 26 or wants to have his or her name ((and)), individual telephone 27 number, or other contact information removed from the telephone lists 28 used by the ((company or organization making the telephone 29 solicitation, then)) telephone solicitor:

30 (a) <u>The telephone solicitor shall inform the called party that</u> 31 <u>his or her contact information will be removed from the telephone</u> 32 <u>solicitor's telephone lists for at least one year;</u>

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(b) The telephone solicitor shall end the call within 10 seconds;

34 <u>(c)</u> The ((company or organization)) <u>telephone solicitor</u> shall not 35 make any additional telephone solicitation of the called party at 36 ((that telephone number)) <u>any telephone number associated with that</u> 37 <u>party</u> within a period of at least one year; and

38 ((<del>(b)</del>)) <u>(d)</u> The ((company or organization)) <u>telephone solicitor</u> 39 shall not sell or give the called party's name ((<del>and</del>)), telephone 40 number, <u>and other contact information</u> to another company or 1 organization: PROVIDED, That the ((company or organization))
2 <u>telephone solicitor</u> may return the list, including the called party's
3 name ((and)), telephone number, and other contact information to the
4 company or organization from which it received the list.

5 ((-(4)-)) (7) A telephone solicitor shall not place calls to any 6 person which will be received before 8:00 a.m. or after 8:00 p.m. at 7 the call recipient's local time.

8 (8) A violation of subsection (2) ((<del>or</del>)), (3), (4), (5), (6), or 9 (7) of this section is punishable by a fine of up to one thousand 10 dollars for each violation.

11 ((<del>(5)</del>)) <u>(9)</u> The attorney general may bring actions to enforce 12 compliance with this section. For the first violation by any 13 ((company or organization)) <u>telephone solicitor</u> of this section, the 14 attorney general shall notify the ((company)) <u>telephone solicitor</u> 15 with a letter of warning that the section has been violated.

16 ((<del>(6)</del>)) <u>(10)</u> A person aggrieved by repeated violations of this 17 section may bring a civil action in superior court to enjoin future 18 violations, to recover damages, or both. The court shall award 19 damages of at least one hundred dollars for each individual violation 20 of this section. If the aggrieved person prevails in a civil action 21 under this subsection, the court shall award the aggrieved person 22 reasonable attorneys' fees and cost of the suit.

23 (((-7))) (11) The utilities and transportation commission shall by rule ensure that telecommunications companies 24 inform their 25 residential customers of the provisions of this section. The notification may be made by (a) annual inserts in the billing 26 statements mailed to residential customers, or (b) conspicuous 27 28 publication of the notice in the consumer information pages of local 29 telephone directories.

30 Sec. 2. RCW 19.158.040 and 2002 c 86 s 284 are each amended to 31 read as follows:

In addition to the unprofessional conduct described in RCW 18.235.130, the director of the department of licensing may take disciplinary action for any of the following conduct, acts, or conditions:

36 (1) It shall be unlawful for any person to engage in unfair or 37 deceptive commercial telephone solicitation.

38 (2) A commercial telephone solicitor shall not place calls to any
 39 ((residence)) person which will be received before 8:00 a.m. or after

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1 ((9:00)) <u>8:00</u> p.m. at the ((purchaser's)) call recipient's local
2 time.

3 (3) A commercial telephone solicitor may not engage in any 4 conduct the natural consequence of which is to harass, intimidate, or 5 torment any person in connection with the telephone call.

6 <u>(4) A person making a telephone solicitation must identify him or</u> 7 <u>herself and the company or organization on whose behalf the</u> 8 <u>solicitation is being made and the purpose of the call within the</u> 9 <u>first 30 seconds of the telephone call.</u>

10 <u>(5) A commercial telephone solicitor must end a call within 10</u> 11 <u>seconds if the called party states or indicates they want to end the</u> 12 <u>call.</u>

13 (6) A commercial telephone solicitor must promptly implement a 14 call recipient's statement or indication they do not want to be 15 called again, or want to be removed from the telephone lists used by 16 the company or organization making the telephone solicitation.

17 Sec. 3. RCW 19.158.110 and 1989 c 20 s 11 are each amended to 18 read as follows:

19 (1) ((Within the first minute of the telephone call, a commercial 20 telephone solicitor or salesperson shall:

21 (a) Identify himself or herself, the company on whose behalf the 22 solicitation is being made, the property, goods, or services being 23 sold; and

(b) Terminate the telephone call within ten seconds if the purchaser indicates he or she does not wish to continue the conversation)) A person making a telephone solicitation must identify him or herself and the company or organization on whose behalf the solicitation is being made and the purpose of the call within the first 30 seconds of the telephone call.

30 (2) If, at any time during the telephone contact, the called
 31 party states or indicates that he or she wants to end the call, the
 32 telephone solicitor must end the call within 10 seconds.

33 <u>(3)</u> If at any time during the telephone contact, the 34 ((<del>purchaser</del>)) <u>called party</u> states or indicates that he or she does 35 not ((<del>wish</del>)) <u>want</u> to be called again by the commercial telephone 36 solicitor or wants to have his or her name ((<del>and</del>)), individual 37 telephone number, or other contact information removed from the 38 telephone lists used by the commercial telephone solicitor:

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(a) <u>The commercial telephone solicitor shall inform the called</u>
 <u>party that his or her contact information will be removed from the</u>
 <u>telephone solicitor's telephone lists for at least one year;</u>

4 (b) The commercial telephone solicitor shall end the call within 5 <u>10 seconds;</u>

6 <u>(c)</u> The commercial telephone solicitor shall not make any 7 additional commercial telephone solicitation of the called party at 8 ((that)) <u>any</u> telephone number <u>associated with that party</u> within a 9 period of at least one year; and

10 ((<del>(b)</del>)) <u>(d)</u> The commercial telephone solicitor shall not sell or 11 give the called party's name ((and)), telephone number, or other 12 <u>contact information</u> to another commercial telephone solicitor: 13 PROVIDED, That the commercial telephone solicitor may return the 14 list, including the called party's name ((and)), telephone number, 15 <u>and other contact information</u> to the company or organization from 16 which it received the list.

17 ((<del>(3)</del>)) <u>(4) A commercial telephone solicitor shall not place</u> 18 calls to any person which will be received before 8:00 a.m. or after 19 <u>8:00 p.m. at the call recipient's local time.</u>

20 <u>(5)</u> The utilities and transportation commission shall by rule 21 ensure that telecommunications companies inform their residential 22 customers of the provisions of this section. The notification may be 23 made by:

24 (a) Annual inserts in the billing statements mailed to 25 residential customers; or

26 (b) Conspicuous publication of the notice in the consumer 27 information pages of local telephone directories.

(((4))) (6) If a sale or an agreement to purchase is completed, the commercial telephone solicitor must inform the purchaser of his or her cancellation rights as enunciated in this chapter, state the registration number issued by the department of licensing, and give the street address of the seller.

33 ((<del>(5)</del>)) <u>(7)</u> If, at any time prior to sale or agreement to 34 purchase, the commercial telephone solicitor's registration number is 35 requested by the purchaser, it must be provided.

36 ((<del>(6)</del>)) <u>(8)</u> All oral disclosures required by this section shall 37 be made in a clear and intelligible manner.

38 <u>NEW SECTION.</u> Sec. 4. A new section is added to chapter 19.158 39 RCW to read as follows:

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1 The office of the attorney general shall provide and maintain a 2 web page informing the public of the laws and regulations governing 3 telephone solicitation, including the provisions of this chapter and 4 RCW 80.36.390, and the legal rights of those who receive telephone 5 solicitations; and provide information on how members of the public 6 may file a complaint for violations of the laws and regulations 7 governing telephone solicitation.

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