## LEGISLATURE OF NEBRASKA ONE HUNDRED SIXTH LEGISLATURE

## SECOND SESSION

## **LEGISLATIVE BILL 871**

Introduced by Crawford, 45.

Read first time January 09, 2020

Committee: Judiciary

- 1 A BILL FOR AN ACT relating to the Uniform Deceptive Trade Practices Act;
- to amend section 87-303.01, Reissue Revised Statutes of Nebraska; to
- 3 change provisions relating to unconscionability; and to repeal the
- 4 original section.
- 5 Be it enacted by the people of the State of Nebraska,

LB871 2020

1 Section 1. Section 87-303.01, Reissue Revised Statutes of Nebraska,

- 2 is amended to read:
- 3 87-303.01 (1) An unconscionable act or practice by a supplier in
- 4 connection with a consumer transaction shall be a violation of the
- 5 Uniform Deceptive Trade Practices Act.
- 6 (2)(a)  $\frac{(2)}{(2)}$  The unconscionability of an act or practice shall be a
- 7 question of law for the court. In determining whether an act or practice
- 8 <u>is unconscionable, the court shall consider circumstances which the</u>
- 9 <u>supplier knew or had reason to know, including, but not limited to:</u>
- 10 (i) The supplier took advantage of the inability of the consumer
- 11 <u>reasonably to protect the consumer's interests because of the consumer's</u>
- 12 physical infirmity, ignorance, illiteracy, or inability to understand the
- 13 <u>language of an agreement or any similar factor;</u>
- 14 (ii) When the consumer transaction was entered into, the price
- 15 grossly exceeded the price at which similar property or services were
- 16 readily obtainable in similar transactions by similar consumers;
- 17 (iii) The consumer was unable to receive a material benefit from the
- 18 <u>subject of the transaction;</u>
- 19 (iv) When the consumer transaction was entered into, there was no
- 20 reasonable probability of payment of the obligation in full by the
- 21 <u>consumer; or</u>
- 22 (v) The transaction the supplier induced the consumer to enter into
- 23 <u>was excessively one-sided in favor of the supplier.</u>
- 24 (b) If it is claimed or appears to the court that an act or practice
- 25 may be unconscionable, the parties shall be given a reasonable
- 26 opportunity to present evidence as to its setting, purpose, and effect to
- 27 aid the court in making its determination.
- 28 Sec. 2. Original section 87-303.01, Reissue Revised Statutes of
- 29 Nebraska, is repealed.