### **Second Regular Session Seventy-second General Assembly STATE OF COLORADO**

## REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 20-0520.01 Yelana Love x2295

**HOUSE BILL 20-1218** 

HOUSE SPONSORSHIP

Buckner and Jaquez Lewis, Lontine, Michaelson Jenet, Snyder, Valdez D., Young

Danielson,

#### SENATE SPONSORSHIP

**House Committees** Health & Insurance Finance Appropriations

**Senate Committees** Finance Appropriations

#### A BILL FOR AN ACT

101	CONCERNING THE CONTINUATION OF THE LICENSING OF HEARING AID
102	PROVIDERS, AND, IN CONNECTION THEREWITH, IMPLEMENTING
103	<b>RECOMMENDATIONS CONTAINED IN THE 2019 SUNSET REPORT</b>
104	BY THE DEPARTMENT OF REGULATORY AGENCIES.

#### **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov/.)

Sunset Process - House Health and Insurance Committee. The bill implements the recommendations of the department of regulatory agencies' sunset review and report on the licensing of hearing aid SENATE Amended 2nd Reading June 9, 2020

Reading Unamended June 5, 2020

3rd

Amended 2nd Reading

HOUSE

June 4, 2020

HOUSE

providers by combining the audiologist practice act with the hearing aid provider practice act and:

- Continuing the licensing of hearing aid providers for 11 years, to 2031 (sections 4 and 5 of the bill);
- ! Requiring final agency actions to be appealed directly to the court of appeals (section 1);
- ! Requiring a hearing aid provider to be licensed before directly or indirectly selling or negotiating to sell any hearing aid for the hearing impaired (section 2);
- Prohibiting a person who is not licensed as a hearing aid provider from using any titles that imply the person is qualified as a hearing aid provider (section 2);
- ! Removing language specifying that the hearing aid provider practice act does not prohibit an individual from performing tasks that would be permissible if the licensee was not licensed (section 2);
- ! Requiring hearing aid providers to maintain a surety bond (section 2);
- ! Adding failure to practice according to commonly accepted professional standards to the grounds for discipline (section 2);
- Authorizing the director of the division of professions and occupations to accept disciplinary action taken by another state, a local jurisdiction, or the federal government as prima facie evidence of misconduct if the basis for the action would be grounds for discipline in Colorado (section 2);
- ! Repealing references to the national competency examination and the National Board for Certification in Hearing Instrument Sciences (section 2);
- ! Restoring the deceptive trade practice provisions related to the sale of hearing aids (section 3); and
- ! Making conforming amendments necessary to combine the audiologist practice act with the hearing aid provider practice act and make the additional recommended changes (sections 6 through 32).

SECTION 1. In Colorado Revised Statutes, amend 12-230-106

3 as follows:

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12-230-106. Repeal of article - review of functions. This article

<sup>1</sup> Be it enacted by the General Assembly of the State of Colorado:

1	230 is repealed, effective September 1, <del>2020</del> 2031. Before the repeal, the
2	licensing and supervisory functions of the director are scheduled for
3	review in accordance with section 24-34-104.
4	SECTION 2. In Colorado Revised Statutes, 24-34-104, repeal
5	(19)(a)(VI); and <b>add</b> (32) as follows:
6	24-34-104. General assembly review of regulatory agencies
7	and functions for repeal, continuation, or reestablishment - legislative
8	declaration - repeal. (19) (a) The following agencies, functions, or both,
9	are scheduled for repeal on September 1, 2020:
10	(VI) The licensing of hearing aid providers by the division of
11	professions and occupations in accordance with article 230 of title 12;
12	(32) (a) The following agencies, functions, or both, are
13	SCHEDULED FOR REPEAL ON SEPTEMBER 1, 2031:
14	(I) THE LICENSING OF HEARING AID PROVIDERS BY THE DIVISION OF
15	PROFESSIONS AND OCCUPATIONS IN ACCORDANCE WITH ARTICLE $\overline{230}$ of
16	TITLE 12.
17	(b) This subsection (32) is repealed, effective September 1,
18	2033.
19	SECTION 3. In Colorado Revised Statutes, 6-1-701, amend
20	(2)(a)(III) and $(2)(e)(III)(B)$ ; and <b>repeal</b> $(2)(c)(I)$ as follows:
21	6-1-701. Dispensing hearing aids - deceptive trade practices -
22	definitions. (2) In addition to any other deceptive trade practices under
23	section 6-1-105, a dispenser engages in a deceptive trade practice when
24	the dispenser:
25	(a) Fails to deliver to each person to whom the dispenser
26	dispenses a hearing aid a receipt that:
27	(III) Bears, in no smaller type than the largest used in the body of

the receipt, a provision indicating that dispensers who are licensed certified, or registered by the department of regulatory agencies are regulated by the division of professions and occupations in the department of regulatory agencies; AND

5 (c) (I) Fails to receive from a licensed physician, before 6 dispensing, fitting, or selling a hearing aid to any person, a written 7 prescription or recommendation, issued within the previous six months, 8 that specifies that the person is a candidate for a hearing aid; except that 9 any person eighteen years of age or older who objects to medical 10 evaluation on the basis of religious or personal beliefs may waive the 11 requirement by delivering to the dispenser a written waiver;

12 (e) Fails to provide a minimum thirty-day rescission period with13 the following terms:

14 (III) (B) The written contract or receipt provided to the buyer must 15 also contain a statement, in print size no smaller than ten-point type, that 16 the sale is void and unenforceable if the hearing aid being purchased is 17 not delivered to the consumer within thirty days after the date the written 18 contract is signed or the receipt is issued, whichever occurs later. The 19 written contract or receipt must also include the dispenser's license 20 <del>certification, or registration</del> number, if the dispenser is required to be 21 licensed <del>certified or registered</del> by the state, and a statement that the 22 dispenser will promptly refund all moneys MONEY paid for the purchase 23 of a hearing aid if it is not delivered to the consumer within the thirty-day 24 period. The buyer cannot waive this requirement, and any attempt to 25 waive it is void.

26 SECTION 4. In Colorado Revised Statutes, 12-20-408, amend
27 (2)(e) and (2)(f); and repeal (2)(g) as follows:

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1	12-20-408. Judicial review. (2) A district court of competent
2	jurisdiction has initial jurisdiction to review all final actions and orders
3	of a regulator that are subject to judicial review and shall conduct the
4	judicial review proceedings in accordance with section 24-4-106 (3) for
5	the following:
6	(e) Article 200 of this title 12 concerning acupuncturists; AND
7	(f) Article 210 of this title 12 concerning audiologists. and
8	(g) Article 230 of this title 12 concerning hearing aid providers.
9	SECTION 5. In Colorado Revised Statutes, 12-230-103, amend
10	(4) as follows:
11	12-230-103. Scope of article - exemption. (4) Nothing in this
12	article 230 prohibits a business or licensee from
13	(a) hiring and employing unlicensed staff to assist with conducting
14	business practices and to assist in dispensing hearing aids if the
15	unlicensed staff are properly supervised by a licensee; except that the
16	employees UNLICENSED STAFF may not conduct hearing tests or perform
17	the initial fitting of hearing aids. <del>or</del>
18	(b) Performing tasks that would be permissible if the licensee was
19	not licensed.
20	SECTION 6. In Colorado Revised Statutes, 12-230-104, amend
21	(1)(e) as follows:
22	<b>12-230-104.</b> Scope of practice. (1) The scope of practice for a
23	hearing aid provider includes:
24	(e) Prescribing, selecting, and fitting appropriate hearing
25	instruments and assistive devices, including appropriate technology,
26	electroacoustic targets, programming parameters, and special
27	applications, as indicated, WITH EITHER THE INITIAL TESTING OR THE FIRST

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1 FITTING PERFORMED IN-PERSON;

2	SECTION 7. In Colorado Revised Statutes, amend 12-230-105
3	as follows:
4	<b>12-230-105. Title protection - use of title.</b> It is unlawful for any
5	person to use the title "hearing aid provider" or "hearing aid dispenser"
6	OR ANY OTHER TITLE THAT IMPLIES THE PERSON IS QUALIFIED AS A
7	HEARING AID PROVIDER unless he or she THE PERSON is licensed as a
8	hearing aid provider pursuant to this article 230.
9	SECTION 8. In Colorado Revised Statutes, 12-230-201, amend
10	(1) and (3)(a) as follows:
11	12-230-201. License required - application -
12	qualifications. (1) A hearing aid provider shall obtain a license pursuant
13	to this section before:
14	(a) Engaging in the practice of dispensing, fitting, or dealing in
15	hearing aids; OR
16	(b) DIRECTLY OR INDIRECTLY SELLING OR NEGOTIATING TO SELL
17	ANY HEARING AID FOR THE HEARING IMPAIRED.
18	(3) In order to qualify for licensure pursuant to this section, an
19	applicant must either:
20	(a) Have passed the national A competency examination of the

National Board for Certification in Hearing Instrument Sciences
 (NBC-HIS), unless the director determines, by rule, that this examination
 no longer meets the minimum standards necessary for licensure, in which
 case, only an examination that the applicant passed prior to the date of the
 ruling will be acceptable AS DETERMINED BY THE DIRECTOR BY RULE; or
 SECTION 9. In Colorado Revised Statutes, add 12-230-206 and
 12-230-207 as follows:

1 12-230-206. Financial assurance required - rules. (1) BEFORE 2 THE DIRECTOR ISSUES A LICENSE TO AN APPLICANT FOR A HEARING AID 3 PROVIDER LICENSE, THE APPLICANT SHALL POST A SURETY BOND IN THE 4 AMOUNT OF TEN THOUSAND DOLLARS, MAINTAIN A ONE-MILLION-DOLLAR 5 PROFESSIONAL LIABILITY POLICY, OR COMPLY WITH AN ALTERNATIVE AS 6 DETERMINED BY THE DIRECTOR. A LICENSED HEARING AID PROVIDER 7 SHALL MAINTAIN THE REQUIRED BOND, POLICY, OR ALTERNATIVE AT ALL 8 TIMES. 9 (2) THE DIRECTOR MAY FILE A CLAIM ON, OR ASSIST A CONSUMER 10 IN FILING A CLAIM, ON THE BOND, POLICY, OR ALTERNATIVE. 11 (3)THE DIRECTOR, BY RULE, SHALL DETERMINE THE 12 REQUIREMENTS FOR THE FINANCIAL ASSURANCE REQUIRED BY THIS 13 SECTION. 14 12-230-207. Continuing education. EACH LICENSED HEARING AID 15 PROVIDER IN ACTIVE PRACTICE WITHIN THE STATE OF COLORADO SHALL 16 ANNUALLY ATTEND NOT LESS THAN EIGHT HOURS OF CONTINUING 17 EDUCATION ON SUBJECTS RELATED TO THE SCOPE OF PRACTICE SPECIFIED 18 IN SECTION 12-230-104. 19 SECTION 10. In Colorado Revised Statutes, 12-230-401, amend (1)(k), (1)(p), and (1)(q); and **add** (1)(r) and (2) as follows: 20 21 **12-230-401.** Grounds for discipline. (1) The following acts 22 constitute grounds for discipline: 23 (k) Failing to adequately supervise a licensed hearing aid provider 24 apprentice or any employee pursuant to section  $12-230-103 \left(\frac{4}{a}\right)$  (4) or 25 12-230-204 (2); 26 (p) Selling, dispensing, adjusting, providing training or teaching 27 in regard to, or otherwise servicing surgically implanted hearing devices

1	unless the hearing aid provider is an audiologist or a physician; and
2	(q) Violating the "Colorado Consumer Protection Act", article 1
3	of title 6; AND
4	(r) FAILING TO PRACTICE ACCORDING TO COMMONLY ACCEPTED
5	PROFESSIONAL STANDARDS.
6	(2) ANY DISCIPLINARY ACTION TAKEN BY ANOTHER STATE, A
7	LOCAL JURISDICTION, OR THE FEDERAL GOVERNMENT AGAINST AN
8	APPLICANT OR LICENSEE CONSTITUTES PRIMA FACIE EVIDENCE OF
9	GROUNDS FOR DISCIPLINARY ACTION, INCLUDING DENIAL OF A LICENSE
10	UNDER THIS ARTICLE $230$ ; EXCEPT THAT THIS SUBSECTION (2) APPLIES
11	ONLY TO DISCIPLINE FOR ACTS OR OMISSIONS THAT ARE SUBSTANTIALLY
12	SIMILAR TO THOSE SET OUT AS GROUNDS FOR DISCIPLINARY ACTION UNDER
13	THIS SECTION.
14	SECTION 11. In Colorado Revised Statutes, add part 5 to article
15	230 of title 12 as follows:
16	PART 5
17	DECEPTIVE TRADE PRACTICES
18	12-230-501. Definitions. As used in this part 5, unless the
19	CONTEXT OTHERWISE REQUIRES:
20	(1) "DISPENSER" MEANS A PERSON LICENSED AS A HEARING AID
21	PROVIDER PURSUANT TO PART $\frac{2}{2}$ of this article $\frac{230}{230}$ who dispenses
22	HEARING AIDS.
23	12-230-502. Dispensing hearing aids - deceptive trade
24	<b>practices.</b> (1) IN ADDITION TO ANY OTHER DECEPTIVE TRADE PRACTICES
25	UNDER SECTION $6-1-105$ , A DISPENSER ENGAGES IN A DECEPTIVE TRADE
26	PRACTICE WHEN THE DISPENSER:
27	(a) FAILS TO DELIVER TO EACH PERSON TO WHOM THE DISPENSER

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1 DISPENSES A HEARING AID A RECEIPT THAT:

(I) BEARS THE BUSINESS ADDRESS OF THE DISPENSER, TOGETHER
WITH SPECIFICATIONS AS TO THE MAKE AND SERIAL NUMBER OF THE
HEARING AID FURNISHED AND THE FULL TERMS OF THE SALE CLEARLY
STATED. IF THE DISPENSER DISPENSES A HEARING AID THAT IS NOT NEW,
THE DISPENSER SHALL CLEARLY MARK ON THE HEARING AID CONTAINER
AND THE RECEIPT THE TERM "USED" OR "RECONDITIONED", WHICHEVER IS
APPLICABLE, WITHIN THE TERMS OF THE GUARANTEE, IF ANY.

9 (II) BEARS, IN NO SMALLER TYPE THAN THE LARGEST USED IN THE 10 BODY OF THE RECEIPT, IN SUBSTANCE, A PROVISION THAT THE BUYER HAS 11 BEEN ADVISED AT THE OUTSET OF THE BUYER'S RELATIONSHIP WITH THE 12 DISPENSER THAT ANY EXAMINATION OR REPRESENTATION MADE BY A 13 DISPENSER IN CONNECTION WITH THE PRACTICE OF DISPENSING, FITTING, 14 OR DEALING IN HEARING AIDS IS NOT AN EXAMINATION, DIAGNOSIS, OR 15 PRESCRIPTION BY A PERSON LICENSED TO PRACTICE MEDICINE IN THIS 16 STATE AND, THEREFORE, MUST NOT BE REGARDED AS MEDICAL OPINION OR 17 ADVICE;

(III) BEARS, IN NO SMALLER TYPE THAN THE LARGEST USED IN THE
BODY OF THE RECEIPT, A PROVISION INDICATING THAT DISPENSERS WHO
ARE LICENSED BY THE DEPARTMENT ARE REGULATED BY THE DIVISION;
AND

(IV) BEARS A PROVISION LABELED "WARRANTY" IN WHICH THE
EXACT WARRANTY TERMS AND PERIODS AVAILABLE FROM THE
MANUFACTURER ARE DOCUMENTED, OR INCLUDES AN ORIGINAL OR
PHOTOCOPY OF THE ORIGINAL MANUFACTURER'S WARRANTY WITH THE
RECEIPT;

27 (b) DISPENSES A HEARING AID TO A CHILD UNDER EIGHTEEN YEARS

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1 OF AGE WITHOUT RECEIVING DOCUMENTATION THAT THE CHILD HAS BEEN 2 EXAMINED BY A LICENSED PHYSICIAN AND AN AUDIOLOGIST WITHIN SIX 3 MONTHS PRIOR TO THE FITTING; 4 (c) DISPENSES, ADJUSTS, PROVIDES TRAINING OR TEACHING IN 5 REGARD TO, OR OTHERWISE SERVICES SURGICALLY IMPLANTED HEARING 6 DEVICES UNLESS THE DISPENSER IS AN AUDIOLOGIST OR PHYSICIAN; 7 (d) FAILS TO RECOMMEND IN WRITING, PRIOR TO FITTING OR 8 DISPENSING A HEARING AID, THAT THE BEST INTERESTS OF THE 9 PROSPECTIVE USER WOULD BE SERVED BY CONSULTING A LICENSED 10 PHYSICIAN SPECIALIZING IN DISEASES OF THE EAR, OR ANY LICENSED 11 PHYSICIAN, IF ANY OF THE FOLLOWING CONDITIONS EXIST: 12 (I) VISIBLE CONGENITAL OR TRAUMATIC DEFORMITY OF THE EAR; 13 (II) ACTIVE DRAINAGE OF THE EAR, OR A HISTORY OF DRAINAGE OF 14 THE EAR WITHIN THE PREVIOUS NINETY DAYS; 15 (III) HISTORY OF SUDDEN OR RAPIDLY PROGRESSIVE HEARING 16 LOSS; 17 (IV) ACUTE OR CHRONIC DIZZINESS; 18 (V) UNILATERAL HEARING LOSS OF SUDDEN ONSET WITHIN THE 19 PREVIOUS NINETY DAYS; 20 (VI) AUDIOMETRIC AIR-BONE GAP EQUAL TO OR GREATER THAN 21 FIFTEEN DECIBELS AT 500 HERTZ (HZ), 1,000 HZ, AND 2,000 HZ; 22 (VII) VISIBLE EVIDENCE OF SIGNIFICANT CERUMEN 23 ACCUMULATION ON, OR A FOREIGN BODY IN, THE EAR CANAL; OR 24 (VIII) PAIN OR DISCOMFORT IN THE EAR; 25 (e) FAILS TO PROVIDE A MINIMUM THIRTY-DAY RESCISSION PERIOD 26 WITH THE FOLLOWING TERMS: 27 (I) THE BUYER HAS THE RIGHT TO CANCEL THE PURCHASE FOR ANY REASON BEFORE THE EXPIRATION OF THE RESCISSION PERIOD BY GIVING OR
 MAILING WRITTEN NOTICE OF CANCELLATION TO THE DISPENSER AND
 PRESENTING THE HEARING AID TO THE DISPENSER, UNLESS THE HEARING
 AID HAS BEEN LOST OR SIGNIFICANTLY DAMAGED BEYOND REPAIR WHILE
 IN THE BUYER'S POSSESSION AND CONTROL. THE RESCISSION PERIOD IS
 TOLLED FOR ANY PERIOD DURING WHICH A DISPENSER TAKES POSSESSION
 OR CONTROL OF A HEARING AID AFTER ITS ORIGINAL DELIVERY.

8 (II) THE BUYER, UPON CANCELLATION, IS ENTITLED TO RECEIVE A
9 FULL REFUND OF ANY PAYMENT MADE FOR THE HEARING AID WITHIN
10 THIRTY DAYS AFTER RETURNING THE HEARING AID TO THE DISPENSER,
11 UNLESS THE HEARING AID WAS SIGNIFICANTLY DAMAGED BEYOND REPAIR
12 WHILE IN THE BUYER'S POSSESSION AND CONTROL.

(III) (A) THE DISPENSER SHALL PROVIDE A WRITTEN RECEIPT OR
CONTRACT TO THE BUYER THAT INCLUDES, IN IMMEDIATE PROXIMITY TO
THE SPACE RESERVED FOR THE SIGNATURE OF THE BUYER, THE FOLLOWING
SPECIFIC STATEMENT IN ALL CAPITAL LETTERS OF NO LESS THAN
TEN-POINT, BOLD-FACED TYPE:

18 THE BUYER HAS THE RIGHT TO CANCEL 19 THIS PURCHASE FOR ANY REASON AT ANY 20 TIME PRIOR TO 12 MIDNIGHT ON THE [INSERT 21 APPLICABLE RESCISSION PERIOD, WHICH MUST BE NO 22 SHORTER THAN THIRTY DAYS AFTER RECEIPT OF THE 23 HEARING AID | CALENDAR DAY AFTER RECEIPT OF 24 THE HEARING AID BY GIVING OR MAILING THE 25 DISPENSER WRITTEN NOTICE OF 26 CANCELLATION AND BY RETURNING THE 27 **HEARING AID, UNLESS THE HEARING AID HAS** 

# 1BEEN SIGNIFICANTLY DAMAGED BEYOND2REPAIR WHILE THE HEARING AID WAS IN THE3BUYER'S CONTROL.

(B) THE WRITTEN CONTRACT OR RECEIPT PROVIDED TO THE BUYER 4 5 MUST ALSO CONTAIN A STATEMENT, IN PRINT SIZE NO SMALLER THAN 6 TEN-POINT TYPE, THAT THE SALE IS VOID AND UNENFORCEABLE IF THE 7 HEARING AID BEING PURCHASED IS NOT DELIVERED TO THE CONSUMER 8 WITHIN THIRTY DAYS AFTER THE DATE THE WRITTEN CONTRACT IS SIGNED 9 OR THE RECEIPT IS ISSUED, WHICHEVER OCCURS LATER. THE WRITTEN 10 CONTRACT OR RECEIPT MUST ALSO INCLUDE THE DISPENSER'S LICENSE 11 NUMBER, IF THE DISPENSER IS REQUIRED TO BE LICENSED BY THE STATE, 12 AND A STATEMENT THAT THE DISPENSER WILL PROMPTLY REFUND ALL 13 MONEY PAID FOR THE PURCHASE OF THE HEARING AID IF IT IS NOT 14 DELIVERED TO THE CONSUMER WITHIN THE THIRTY-DAY PERIOD. THE 15 BUYER CANNOT WAIVE THIS REQUIREMENT, AND ANY ATTEMPT TO WAIVE 16 IT IS VOID. 17 (IV) A REFUND REQUEST FORM MUST BE ATTACHED TO EACH

17 (17) A REPORD REQUEST FORM MOST BE ATTACHED TO EACH
18 RECEIPT AND MUST CONTAIN THE INFORMATION IN SUBSECTION (1)(a)(I)
19 OF THIS SECTION AND THE STATEMENT, IN ALL CAPITAL LETTERS OF NO
20 LESS THAN TEN-POINT, BOLD-FACED TYPE:

21 **REFUND REQUEST - THIS FORM MUST BE** 

22 **POSTMARKED BY** [DATE TO BE FILLED IN].

- 23 NO REFUND WILL BE GIVEN UNTIL THE
- 24 HEARING AID OR HEARING AIDS ARE
- 25 **RETURNED TO THE DISPENSER.**
- A SPACE FOR THE BUYER'S ADDRESS, TELEPHONE NUMBER, AND
  SIGNATURE MUST BE PROVIDED. THE BUYER IS REQUIRED ONLY TO SIGN,

LIST THE BUYER'S CURRENT ADDRESS AND TELEPHONE NUMBER, AND MAIL
 THE REFUND REQUEST FORM TO THE DISPENSER. IF THE HEARING AID IS
 SOLD IN THE BUYER'S HOME, THE BUYER MAY REQUIRE THE DISPENSER TO
 ARRANGE THE RETURN OF THE HEARING AID.

(f) REPRESENTS THAT THE SERVICE OR ADVICE OF A PERSON
LICENSED TO PRACTICE MEDICINE WILL BE USED OR MADE AVAILABLE IN
THE SELECTION, FITTING, ADJUSTMENT, MAINTENANCE, OR REPAIR OF
HEARING AIDS WHEN THAT IS NOT TRUE OR USING THE TERMS "DOCTOR",
"CLINIC", "STATE-LICENSED CLINIC", "STATE-REGISTERED",
"STATE-CERTIFIED", OR "STATE-APPROVED", OR ANY OTHER TERM,
ABBREVIATION, OR SYMBOL WHEN IT WOULD:

(I) FALSELY GIVE THE IMPRESSION THAT SERVICE IS BEING
PROVIDED BY PERSONS TRAINED IN MEDICINE OR THAT THE DISPENSER'S
SERVICE HAS BEEN RECOMMENDED BY THE STATE WHEN THAT IS NOT THE
CASE; OR

- 16 (II) BE FALSE OR MISLEADING;
- 17 (g) DIRECTLY OR INDIRECTLY:

18 (I) GIVES OR OFFERS TO GIVE, OR PERMITS OR CAUSES TO BE GIVEN, 19 MONEY OR ANYTHING OF VALUE TO ANY PERSON WHO ADVISES ANOTHER 20 IN A PROFESSIONAL CAPACITY AS AN INDUCEMENT TO INFLUENCE THE 21 PERSON OR HAVE THE PERSON INFLUENCE OTHERS TO PURCHASE OR 22 CONTRACT TO PURCHASE PRODUCTS SOLD OR OFFERED FOR SALE BY THE 23 DISPENSER; EXCEPT THAT A DISPENSER DOES NOT VIOLATE THIS 24 SUBSECTION (1)(g)(I) IF THE DISPENSER PAYS AN INDEPENDENT 25 ADVERTISING OR MARKETING AGENT COMPENSATION FOR ADVERTISING OR 26 MARKETING SERVICES THE AGENT RENDERED ON THE DISPENSER'S BEHALF, 27 INCLUDING COMPENSATION THAT IS PAID FOR THE RESULTS OR

1 PERFORMANCE OF THE SERVICES ON A PER-PATIENT BASIS; OR

2 (II) INFLUENCES OR ATTEMPTS TO INFLUENCE ANY PERSON TO
3 REFRAIN FROM DEALING IN THE PRODUCTS OF COMPETITORS;

4 (h) DISPENSES A HEARING AID TO A PERSON WHO HAS NOT BEEN
5 GIVEN TESTS UTILIZING APPROPRIATE ESTABLISHED PROCEDURES AND
6 INSTRUMENTATION IN THE FITTING OF HEARING AIDS, EXCEPT WHEN
7 SELLING A REPLACEMENT HEARING AID WITHIN ONE YEAR AFTER THE DATE
8 OF THE ORIGINAL PURCHASE;

9 (i) MAKES A FALSE OR MISLEADING STATEMENT OF FACT 10 CONCERNING GOODS OR SERVICES OR THE BUYER'S RIGHT TO CANCEL WITH 11 THE INTENTION OR EFFECT OF DETERRING OR PREVENTING THE BUYER 12 FROM EXERCISING THE BUYER'S RIGHT TO CANCEL, OR REFUSES TO HONOR 13 A BUYER'S REQUEST TO CANCEL A CONTRACT FOR THE PURCHASE OF A 14 HEARING AID, IF THE REQUEST WAS MADE DURING THE RESCISSION PERIOD 15 SET FORTH IN SUBSECTION (1)(e) OF THIS SECTION;

16 (j) EMPLOYS A DEVICE, A SCHEME, OR AN ARTIFICE WITH THE
17 INTENT TO DEFRAUD A BUYER OF A HEARING AID;

18 (k) INTENTIONALLY DISPOSES OF, CONCEALS, DIVERTS, CONVERTS,
19 OR OTHERWISE FAILS TO ACCOUNT FOR ANY FUNDS OR ASSETS OF A BUYER
20 OF A HEARING AID THAT IS UNDER THE DISPENSER'S CONTROL; OR

21 (1) CHARGES, COLLECTS, OR RECOVERS ANY COST OR FEE FOR ANY
22 GOOD OR SERVICE THAT HAS BEEN REPRESENTED BY THE DISPENSER AS
23 FREE.

24 (2) (a) THIS SECTION APPLIES TO A DISPENSER WHO DISPENSES
25 HEARING AIDS IN THIS STATE.

(b) THIS SECTION DOES NOT APPLY TO THE DISPENSING OF HEARING
 AIDS OUTSIDE OF THIS STATE SO LONG AS THE TRANSACTION EITHER

- 1 CONFORMS TO THIS SECTION OR TO THE APPLICABLE LAWS AND RULES OF
- 2 THE JURISDICTION IN WHICH THE TRANSACTION TAKES PLACE.
- 3 <u>SECTION 12. Effective date. This act takes effect September 1</u>,
- 4 <u>2020.</u>
- 5 SECTION 13. Safety clause. The general assembly hereby finds,
- 6 determines, and declares that this act is necessary for the immediate
- 7 preservation of the public peace, health, or safety.