## **SENATE BILL No. 371**

March 12, 2009, Introduced by Senators GARCIA, ANDERSON, GLEASON, JELINEK, CROPSEY, PAPPAGEORGE, KUIPERS and BIRKHOLZ and referred to the Committee on Senior Citizens and Veterans Affairs.

A bill to allow certain active duty service members to terminate contracts with wireless telecommunications providers; to provide for the rights and responsibilities of the parties to those terminated contracts; to provide for the powers and duties of certain state officials; to prescribe civil sanctions and provide remedies; and to provide for the disposition of civil fines.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 1. This act shall be known and may be cited as the "military personnel wireless contract act".
  - Sec. 2. As used in this act:
- (a) "Active duty" means active duty pursuant to an executive order of the president of the United States, an act of congress, or

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- 1 an order of the governor.
- 2 (b) "Armed forces" means that term as defined in section 2 of
- 3 the veteran right to employment services act, 1994 PA 39, MCL
- **4** 35.1092.
- 5 (c) "Michigan national guard" means that term as defined in
- 6 section 105 of the Michigan military act, 1967 PA 150, MCL 32.505.
- 7 (d) "Service member" means a member of the armed forces, a
- 8 reserve branch of the armed forces, or the Michigan national guard.
- 9 Sec. 3. If a service member is transferred, or deployed
- 10 overseas, on active duty for a period of 180 days or more, to an
- 11 area where the service member's existing wireless telecommunication
- 12 provider does not offer facilities-based wireless service, the
- 13 service member, or the spouse of a service member acting on behalf
- 14 of that service member if he or she is authorized by the service
- 15 member to make changes to the account, may terminate any contract
- 16 with the wireless telecommunications provider that meets all of the
- 17 following requirements:
- (a) The service member is a party to the contract.
- 19 (b) The contract is entered into on or after the effective
- 20 date of this act.
- 21 (c) The contract is executed before the service member is
- 22 transferred, or deployed overseas, on active duty.
- 23 (d) The wireless telecommunication service provided under the
- 24 contract is not wireless telecommunication service to a wireless
- 25 telephone or other telecommunication device installed in a motor
- 26 vehicle.
- Sec. 4. A termination of a contract with a wireless

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- 1 telecommunications provider under section 3 is effective on the
- 2 date all of the following are met:
- 3 (a) The service member who is transferred, or deployed
- 4 overseas, on active duty, or the service member's spouse, provides
- 5 the lessor by certified mail, return receipt requested, a written
- 6 notice of the service member's intention to terminate the contract,
- 7 a copy of the military or gubernatorial orders transferring the
- 8 service member or calling the service member to active duty, and a
- 9 copy of any orders further extending the service member's period of
- 10 active duty.
- 11 (b) Any wireless telecommunications equipment not owned by the
- 12 service member acquired from the wireless communications provider
- is returned to the custody or control of the wireless
- 14 telecommunications provider within 30 days after the delivery of
- 15 the written notice under subdivision (a).
- Sec. 5. (1) If a contract with a wireless telecommunications
- 17 provider is terminated under this act, the service member remains
- 18 responsible for any use charges incurred before termination.
- 19 (2) If a contract with a wireless telecommunications provider
- 20 is terminated under this act, the wireless telecommunications
- 21 provider may not impose an early termination charge for that
- 22 termination.
- 23 Sec. 6. In addition to any other penalty that may be provided
- 24 by law, the attorney general may file a civil action in which the
- 25 court may impose on a wireless telecommunications provider that
- 26 violates this act a civil fine of not more than \$2,000.00 for each
- 27 violation. Money recovered under this section shall be forwarded to

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- 1 the state treasurer for deposit into the military family relief
- 2 fund created in section 3 of the military family relief fund act,
- 3 2004 PA 363, MCL 35.1213.
- 4 Sec. 7. This act does not apply to prepaid wireless
- 5 telecommunication services.