

STATE OF MAINE HOUSE OF REPRESENTATIVES (Fil: 110TH LEGISLATURE FIRST REGULAR SESSION

(Filing No. H-337)

COMMITTEE AMENDMENT" A"to H.P. 707, L.D. 832, Bill, "AN ACT to Amend the Maine Unfair Trade Practices' Laws."

Amend the bill by striking out everything after the enacting clause and inserting in its place the following:

'Sec. 1. 5 MRSA §209, as last amended by PL 1975, c. 199, is further amended by adding at the end a new paragraph to read:

In any action under this section where a permanent injunction is denied, the court may order the State to pay the costs of the defense of the prevailing party or parties and the costs of the suit upon a finding by the court that the action was frivolous.

Sec. 2. 5 MRSA §213, sub-§2, as enacted by PL 1973, c. 251, is amended by adding at the end a new sentence to read: In any action under this section where a permanent injunction is denied, the court may order the State to pay to the prevailing party or parties reasonable attorney's fees and costs incurred in connection with the action.'

## Statement of Fact

Title 5, section 209 currently provides that the Attorney General's office may bring an action to enjoin any activity which

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the Attorney General considers to constitute an unfair trade practice. In the event the Attorney General obtains a permanent injunction, Title 5, section 209 provides that costs of investigation and suit may be awarded to the State. This amendment authorizes the court to reimburse the party opposing the request for permanent injunction for its attorneys' fees and costs incurred in defending the action if it — found the action to be frivolous.

Title 5, section 213 provides a private right of action to any person who purchases or leases his goods, services or property primarily for personal, family or household use and thereby suffers any loss as a result of an unfair trade practice. Title 5, section 213, subsection 2 currently orders the courts to award reasonable attorneys' fees and costs incurred in any case where there is a finding that an unfair trade practice has been committed. The amendment would authorize the court to award attorneys' fees to the prevailing party in such a suit if it found the action to be frivolous.

Reported by the Committee on Judiciary. Reproduced and distributed under the direction of the Clerk of the House.

5/7/81

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