

FIRST REGULAR SESSION
ONE HUNDRED AND TWELFTH LEGISLATURE
Legislative Document No. 1094
H.P. 773 House of Representatives, March 21, 1985
Referred to the Committee on Business and Commerce. Sent up for concurrence and ordered printed.
EDWIN H. PERT, Clerk
Presented by Representative Stevens of Bangor. Cosponsored by Representative Hayden of Durham, Representative Cashman of Old Town and Representative Martin of Van Buren.
STATE OF MAINE
IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-FIVE
AN ACT to Regulate Membership Camping.
Be it enacted by the People of the State of Maine as follows:
33 MRSA c. 10, sub-c. I-A is enacted to read:
SUBCHAPTER I-A
MEMBERSHIP CAMPING
§589. Definitions
As used in this subchapter, unless the context indicates otherwise, the following terms have the following meanings.
1. Camping site. "Camping site" means a space designed and promoted for the purpose of locating a trailer, tent, tent trailer, pickup camper or other similar device used for camping.

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1	2. Membership camping contract. "Membership camping contract" means an agreement offered or sold
2	camping contract" means an agreement offered or sold
3	within the State evidencing a purchaser's right or
4	license to use for more than 7 days in a year the
5	camping or outdoor recreation facilities of a member-
6	ship camping operator and includes membership which
7	provides for this use.
8	3. Membership camping operator. "Membership
9	camping operator" means any person that has as one of
10	its purposes camping or outdoor recreation through
11	the use of camping sites and that solicits member-
12	ships paid for by installment or periodic payments,
13	such as annual dues, by which the purchasers of mem-
14	berships obtain the right to use camping or recrea-
15	tional facilities of the membership camping operator.
16	"Membership camping operator" does not include mobile
17	home parks as defined in Title 22, section 2491.
1/	nome parks as defined in fille 22, section 2491.
18	4. Person. "Person" means any individual, cor-
19	poration, partnership, trust, association or other
20	organization.
20	organización.
21	5. Purchaser. "Purchaser" means a person who
22	enters into a membership camping contract and thereby
23	obtains the right to use the camping or outdoor fa-
24	cilities of a membership camping operator.
7.1	criticies of a membership camping operator.
25	§589-A. Requirements of membership camping
20	3005 M. Requiremented of member ship camping
26	1. Specific disclosures. No membership camping
27	contract may be offered or sold by a membership camp-
28	ing operator unless, prior to the execution of the
29	ing operator unless, prior to the execution of the membership camping contract, the purchaser is pro-
30	vided, at no cost to the purchaser, with a written
31	statement containing the following information, all
32	of which shall be current to a point not more than 60
33	days prior to the date of delivery to the purchaser.
55	days prior to the date of derivery to the purchaser.
34	A. The front cover or first page shall contain
35	only:
00	<u>onry.</u>
36	(1) The name and principal address of the
37	membership camping operator and any affili-
38	ated membership camping operators; and
<b>.</b>	acca momber only camping operators, and
39	The following statement in conspicuous type.

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1	(a) THIS DOCUMENT CONTAINS IMPORTANT
2	MATTERS TO BE CONSIDERED IN PURCHASING
3	A MEMBERSHIP CAMPING CONTRACT. STATE
4	LAW REQUIRES THAT THESE DISCLOSURES BE
5	MADE BUT NO STATE AGENCY OR OFFICIAL
6	HAS REVIEWED THE INFORMATION CONTAINED
7	IN THIS BOOKLET.
8	(b) YOU MAY CANCEL THIS AGREEMENT WITHIN 15 DAYS FOLLOWING THE DATE OF EXECUTION OF THE CONTRACT OR WITHIN 15 DAYS OF THE RECEIPT OF THIS STATEMENT, WHICHEVER EVENT OCCURS LATER.
9	WITHIN 15 DAYS FOLLOWING THE DATE OF
10	EXECUTION OF THE CONTRACT OR WITHIN 15
11	DAYS OF THE RECEIPT OF THIS STATEMENT,
12	WHICHEVER EVENT OCCURS LATER.
13	(c) THE STATEMENT CONTAINED INSIDE ARE ONLY SUMMARY IN NATURE. IF YOU ARE THINKING OF PURCHASING A MEMBERSHIP CAMPING CONTRACT, YOU SHOULD TALK TO YOUR ATTORNEY AND LOOK AT ALL OTHER MA- TERIALS AND EXHIBITS MAINTAINED BY THE MEMBERSHIP CAMPING OPERATOR.
14	ONLY SUMMARY IN NATURE. IF YOU ARE
15	THINKING OF PURCHASING A MEMBERSHIP
16	CAMPING CONTRACT, YOU SHOULD TALK TO
17	CAMPING CONTRACT, YOU SHOULD TALK TO YOUR ATTORNEY AND LOOK AT ALL OTHER MA-
18	TERIALS AND EXHIBITS MAINTAINED BY THE
19	MEMBERSHIP CAMPING OPERATOR.
<i>~ 2</i>	
20	(d) YOU SHOULD ASK YOUR ATTORNEY AND THE DEVELOPERS TO TELL YOU WHAT WILL HAPPEN TO YOUR MEMBERSHIP AND INVEST- MENT IF THE MEMBERSHIP CAMPING OPERATOR IS DECLARED BANKRUPT. YOU SHOULD OB- TAIN THE ANSWER TO THIS QUESTION IN WRITING FROM THE MEMBERSHIP CAMPING OP- ERATOR.
21	(d) YOU SHOULD ASK YOUR ATTORNEY AND THE DEVELOPERS TO TELL YOU WHAT WILL
22	HAPPEN TO YOUR MEMBERSHIP AND INVEST-
23	MENT IF THE MEMBERSHIP CAMPING OPERATOR
24	IS DECLARED BANKRUPT. YOU SHOULD OB-
25	TAIN THE ANSWER TO THIS QUESTION IN
26	WRITING FROM THE MEMBERSHIP CAMPING OP-
27	ERATOR.
21	
28	B. The following pages shall contain, in the
	following order:
30	(1) A brief description of the membership
31	camping operator's experience and the mem-
32	bership camping business, including the num-
33	ber of years the operator has been in the
34	membership camping business;
35	(2) A brief description of the nature of
36	the purchaser's right or license to use the
30	
37	membership camping operator's property or
36 37 38	membership camping operator's property or facilities;
36 37 38	membership camping operator's property or facilities;
36 37 38 39	<ul> <li>(1) A brief description of the membership camping operator's experience and the membership camping business, including the number of years the operator has been in the membership camping business;</li> <li>(2) A brief description of the nature of the purchaser's right or license to use the membership camping operator's property or facilities;</li> <li>(3) The location of each of the membership</li> </ul>

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1	scription for each park of the significant
2	facilities then available for use by pur-
3	chasers and those which are represented to
4	chasers and those which are represented to purchasers as being planned, together with a
5	brief description of any significant facili-
6	ties that are or will be available to
7	nonpurchases or nonmembers. Significant fa-
8	cilities shall include, but are not limited
9	to each of the following. The number of
10	to, each of the following: The number of
10	camping sites in each park, the number of
12	camp sites in each park with full or partial
12 13	hookups, swimming pools, tennis courts,
	recreation buildings, restrooms and showers,
14	laundry rooms, trading posts and grocery stores. Partial hookups means those hookups
15	stores. Partial nookups means those nookups
16	with at least one of the following connec-
17	tions, electricity, water and sewage connec-
18	tions.
19	
-	(4) A statement in capital letters as fol-
20	lows:
21	NOTICE: PURCHASE A MEMBERSHIP CAMPING CON-
22	TRACT ONLY ON THE BASIS OF EXISTING FACILI-
23	TIES. CONSTRUCTION OF PLANNED FACILITIES IS
24	SOMETIMES DELAYED OR TERMINATED FOR A VARIE-
24 25	TY OF REASONS.
25	II OF REASONS.
26	(5) A brief description of the membership
27	camping operator's ownership of, or right to
28	use, the camping properties represented to
29	be available for use by purchasers, together
30	with the duration of any lease, license,
31	franchise or reciprocal agreement entitling
32	the membership camping operator to use the
33	property and any material provisions of any
34	agreements which restrict a purchaser's use
35	of the property;
33	di the property,
36	(6) A summary or copy of the rules, re-
37	strictions or covenants regulating the
38	purchaser's use of the membership camping
39	operator's properties, including a statement
40	of whether and how the rules, restrictions
41	or covenants may be changed;
* <b>*</b>	or covenance may be enanged,

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1	(7) A brief description of all payments of
2	a purchaser under a membership camping con-
3	tract, including initial fees and any fur-
4	ther fees, charges or assessments, together
5	with any provisions for changing the pay-
6	ments;
7	(8) A description of any restraints on the
8	transfer of the membership camping contract
9	by the purchaser;
10	(9) A brief description of the policies re-
11	lating to the availability of camping sites
12	and whether reservations are required;
13	(10) A brief description of any grounds for
14	forfeiture of a purchaser's membership camp-
15	ing contract;
16	(11) A copy of the membership camping con-
17	tract form; and
18	(12) The names and last known addresses of
19	5 persons who have purchased a similar mem-
20	bership camping contract from the membership
21	company operator.
22	2. Signature and date. A membership camping
23	contract shall be dated and signed by the purchaser
24	and the membership camping operator. The contract
25	shall contain in the immediate proximity of the space
26	reserved for the signature of the purchaser, a con-
27	spicuous statement in a size equal to at least 10.
28	bold type as follows:
29	YOU, THE PURCHASER, MAY CANCEL THIS CONTRACT
30	AT ANY TIME WITHIN 15 DAYS FOLLOWING THE
31	DATE OF EXECUTION OF THE CONTRACT OR THE RE-
32	CEIPT OF A DISCLOSURE STATEMENT FROM THE
33	MEMBERSHIP CAMPING OPERATOR WHICHEVER EVENT
34	OCCURS LATER. TO CANCEL THE CONTRACT, DE-
35	LIVER OR MAIL A POSTAGE PREPAID WRITTEN NO-
36	TICE OF YOUR INTENTION TO CANCEL TO THE MEM-
37	BERSHIP CAMPING OPERATOR AT THE ADDRESS
38	LISTED IN THE DISCLOSURE STATEMENT OR ON
39	THIS CONTRACT. THE MEMBERSHIP CAMPING CON-
40	TRACT SHALL CONTAIN THE NAME AND ADDRESS OF
41	THE MEMBERSHIP CAMPING OPERATOR.

1 3. Cancellation of contract. Any purchaser or prospective purchaser of a membership camping con-2 tract may cancel a membership camping contract by de-3 4 livering or mailing a postage prepaid written notice of the purchaser's intention to cancel within 15 days 5 6 after the date any contract is executed or within 15 7 days after the delivery of the current written disclosure statement required by subsection 1, whichever 8 9 event is later.

104. Membership camping operators located outside11the State. This subchapter shall apply to offers or12sale within this State of membership camping con-13tracts, even if the membership camping operator is14located outside of this State.

15 §589-B. Violation

16 Any violation of this chapter shall be a viola-17 tion of the unfair trade practices law, Title 5, 18 chapter 10.

## STATEMENT OF FACT

This bill provides for disclosure statements and a 15-day right to cancellation for membership camping contracts. Membership camping contracts, while similar to time shares and condominiums, do not fall within the provisions of either law. This bill provides similar protections as are provided by the existing laws relating to time shares.

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