

Article 21.

Prepaid Entertainment Contracts.

**§ 66-118. Definitions.**

As used in this Article, unless the context clearly requires otherwise:

- (1) "Contract cost" means the total consideration paid by a buyer pursuant to a contract including but not limited to:
  - a. Any initiation or nonrecurring fee charged;
  - b. All periodic fees required by the contract;
  - c. All dues or maintenance fees; and
  - d. All finance charges, time-price differentials, interest, and other similar fees and charges.
- (2) "Contract duration" means the total period of use allowed by a buyer's contract, including months or time periods that are called "free" or "bonus" or that are described in any other terms suggesting that they are provided free of charge.
- (3) "Prepaid entertainment contract" means any contract in which:
  - a. The buyer of a service pays for or is obligated to pay for service prior to the buyer's receipt of or enjoyment of any or all of the services;
  - b. The seller is other than a licensed nonprofit school, college, or university; the State or any subdivision thereof; or a nonprofit religious, ethnic, or community organization; and
  - c. The services to be performed are related to any one of the following:
    1. Dance lessons or facilities, or any related services or events;
    2. Matching, dating, or social club services or facilities, including any service represented as providing names of, introduction to, or opportunity to meet members of the opposite sex;
    3. Martial arts training;
    4. Health or athletic club services or facilities. (1979, c. 833, s. 1; 1991 (Reg. Sess., 1992), c. 1009, s. 1.)