111TH CONGRESS 1ST SESSION

H. R. 3394

To amend the Federal Trade Commission Act concerning the burden of proof in false advertising cases involving dietary supplements and dietary ingredients.

IN THE HOUSE OF REPRESENTATIVES

July 29, 2009

Mr. Paul (for himself and Mr. Burton of Indiana) introduced the following bill; which was referred to the Committee on Energy and Commerce

A BILL

- To amend the Federal Trade Commission Act concerning the burden of proof in false advertising cases involving dietary supplements and dietary ingredients.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,
 - 3 SECTION 1. SHORT TITLE.
 - 4 This Act may be cited as the "Freedom of Health
 - 5 Speech Act".
 - 6 SEC. 2. HEALTH INFORMATION.
 - 7 Section 5 of the Federal Trade Commission Act (15
 - 8 U.S.C. 45) is amended by adding at the end the following:

1	"(o) Advertising of Dietary Supplements and
2	DIETARY INGREDIENTS.—
3	"(1) Definitions.—In this subsection—
4	"(A) the term 'dietary supplement' has the
5	meaning given to that term in section 201(ff)
6	(21 U.S.C. 321(ff)) of the Federal Food, Drug,
7	and Cosmetic Act; and
8	"(B) the term 'dietary ingredient' means
9	an ingredient listed in subparagraph (A)
10	through (F) of section $201(ff)(1)$ $(21$ U.S.C.
11	321(ff)(1)) of the Federal Food, Drug, and
12	Cosmetic Act that is included in, or that is in-
13	tended to be included in, a dietary supplement.
14	"(2) Exemptions from regulation as ad-
15	VERTISING.—No content of any publication shall be
16	considered advertising regulable under this Act un-
17	less the content is intended by the seller of a prod-
18	uct to promote the sale of that product and the con-
19	tent includes (A) the name of the product offered for
20	sale; (B) an express offer to sell the named product;
21	and (C) a purchase price for the product. No con-
22	tent excerpted in whole or part from a peer-reviewed
23	scientific publication shall be considered advertising
24	regulable under this Act.

1 "(3) NO IMPLIED CLAIMS.—In any investiga-2 tion commenced by the Commission and in any adju-3 dicative proceeding in which the Commission is a 4 party, the Commission shall not attribute to an ad-5 vertiser accused of false advertisement any adver-6 tising statement not actually made by that adver-7 tiser.

- "(4) Notice, opportunity to cure, and burden of proof for investigation.—Before the Commission authorizes an investigation of false advertisement by an advertiser of a dietary supplement or a dietary ingredient, the Commission shall send the advertiser a written 'Notice of Suspected Violation and Opportunity to Cure' informing the advertiser of—
 - "(A) the precise advertising statement that the Commission suspects may be false or misleading;
 - "(B) the scientific basis for the Commission's view that any statement of health benefit may be false or misleading; and
 - "(C) a date certain, not less than 30 days after the date of the advertiser's receipt of the notice, by which the advertiser may voluntarily discontinue further use of the statement the

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Commission suspects may be false or misleading and, upon so doing, the advertiser shall not be subject to an investigation of false advertisement by the Commission for the statement. The Commission shall not commence any investigation of an advertiser of a dietary supplement or a dietary ingredient to determine whether the advertiser has disseminated a false advertisement unless it possesses before the commencement of such investigation clear and convincing evidence that the advertisement is false and misleading.

"(5) BURDEN OF PROOF FOR FALSE ADVERTISEMENT CASES.—In every proceeding before a
court or the Commission in which an advertiser of
a dietary supplement or a dietary ingredient is
charged with false advertising, the burden of proof
shall be on the Commission to establish by clear and
convincing evidence that the advertisement is false,
that the advertisement actually caused consumers to
be misled into believing to be true that which is
false, and that but for the false advertising content
the consumer would not have made the purchase at
the price paid. If a claimed health benefit of a dietary supplement or dietary ingredient is alleged to
be false advertising, the Commission must addition-

ally establish based on expert scientific opinion and published peer-reviewed scientific evidence that the claim is false. No order adverse to the advertiser shall be entered except upon the Commission satisfying this burden of proof.".

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