



**COMMONWEALTH OF PENNSYLVANIA
OFFICE OF ATTORNEY GENERAL**

Bureau of Consumer Protection
15th Floor Strawberry Square
Harrisburg, PA 17120
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<http://www.attorneygeneral.gov>

**Certificate of Compliance with Financial Security
Requirements of the Health Club Act**

Note: A Certificate of Compliance must be filed for each separate location at which a business entity provides health club services.

1. This Certificate of Compliance is made on behalf of the following business entity:

Name of Health Club			
Location of Health Club			
City	State	Zip Code	County
Name of Corporation, LLC, Partnership or Individual Owner			
Address			
City	State	Zip Code	County
Name of Contact Person		Fax Number	
Telephone Number		Current Registration Number (if applicable)	

2. The Health Club advertises, offers for sale or sells which of the following types of health club contracts (check one):

- Health Club contracts for no more than twelve (12) months where payments are NOT made in equal monthly installments. *\$50,000 in Financial Security is required.*
- Health Club contracts for more than twelve (12) months but no more than twenty-four (24) months. *\$100,000 in Financial Security is required.*
- Health Club contracts for more than twenty-four (24) months. *\$200,000 in Financial Security is required.*

Health Club contracts for no more than twenty-four (24) months AND where no more than three hundred (300) persons are members of the Health Club. *\$50,000 in Financial Security is required.*

Health Club contracts for no more than twenty-four (24) months AND where no more than one hundred fifty (150) persons are members of the Health Club. *\$25,000 in Financial Security is required.*

3. Which have you obtained: Surety Bond or Letter of Credit.

4. Is this a new financial security or a replacement? New or Replacement

5. The health club has satisfied the appropriate financial security requirements of the Health Club Act by obtaining financial security from the following:

Name of Financial Institution		
Address		
City	State	Zip Code
Name of Contact Person at Financial Institution	Telephone Number	
Letter of Credit Number	Surety Bond Number	
Amount	Issue Date	

NOTE: The ORIGINAL Bond or Letter of Credit MUST be submitted with this Certificate.

6. Certifications

Please check the boxes to indicate that you have read and understand the following requirements:

All Health Club contracts used by the Health Club must contain a statement setting forth the name and address of the surety or bank from which the health club has obtained a bond or letter of credit and describing the procedure to obtain a refund under such bond or letter of credit.

I understand that the health club contract may include a contract price representing the fee for services offered by the health club, including an initiation fee that must be reasonably related to the club's costs for establishing the initial health club membership.

I understand that a violation of the Health Club Act constitutes a violation of the Unfair Trade Practices and Consumer Protection Law, and will subject

me to the enforcement provisions and private rights of action contained in that act.

- I understand that a health club that fails to register with the Bureau of Consumer Protection commits a misdemeanor of the second degree.
- I understand that a health club that fails to obtain and maintain the required financial security commits a misdemeanor of the second degree.
- I understand that I am under a continuing obligation to certify to the Bureau of Consumer Protection on or before June 1 of each year that the appropriate financial security remains in effect.
- I understand that the financial security shall not be cancelled or terminated except with the consent of the Director of the Bureau of Consumer Protection.
- If the financial security is cancelled, terminated, or otherwise modified, it must be replaced with financial security acceptable to the Bureau of Consumer Protection. Failure to do so will prohibit your Health Club from being able to write any further health club contracts.
- I understand that I am under a continuing obligation to notify the Bureau of Consumer Protection in writing of any change in the information provided in this Certificate of Compliance.

7. All Health Club contracts used by the Health Club must comply with all other provisions of the Health Club Act. Contracts that fail to comply with the Health Club Act are voidable at the option of the buyer.

I hereby certify that the information contained in the Certificate of Compliance is true and correct. I further certify that I have actual authority to make this certification on behalf of the Health Club identified in paragraph 1. I also understand that any false statements made herein are subject to the penalties for unsworn falsification to authorities pursuant to 18 Pa. C.S. Section 4904.

Signature of Authorized Party: _____ Date: _____

Print Name: _____ Title: _____