Second Regular Session Seventy-first General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 18-1130.01 Jery Payne x2157

HOUSE BILL 18-1354

HOUSE SPONSORSHIP

McKean, Arndt, Hooton, Thurlow

SENATE SPONSORSHIP

Zenzinger, Martinez Humenik, Moreno

House Committees

Transportation & Energy

101

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Senate Committees

Finance

A BILL FOR AN ACT

CONCERNING A REQUIREMENT THAT WRITTEN WARRANTIES FOR POWERSPORTS VEHICLES BE HONORED.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov/.)

Statutory Revision Committee. Current law appears to forbid a powersports vehicle manufacturer or distributor from honoring written warranties. The bill clarifies that the powersports dealer is required to honor written warranties.

SENATE rd Reading Unamended

SENATE Amended 2nd Reading April 30, 2018

HOUSE rd Reading Unamended April 18, 2018

HOUSE 2nd Reading Unamended April 17, 2018

| 1 | Be it enacted by the General Assembly of the State of Colorado: |
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| 2 | SECTION 1. Legislative declaration. The purpose of this |
| 3 | legislation, enacted in 2018, is to clarify that it is unlawful for a |
| 4 | powersports vehicle manufacturer or distributor to fail to perform written |
| 5 | warranties on the powersports vehicle. |
| 6 | SECTION 2. In Colorado Revised Statutes, 12-6-523, amend |
| 7 | (1)(a) and (1)(x)(I) introductory portion as follows: |
| 8 | 12-6-523. Unlawful acts. (1) It is unlawful and a violation of |
| 9 | this part 5 for any powersports vehicle manufacturer, distributor, or |
| 10 | manufacturer representative: |
| 11 | (a) To willfully fail to PERFORM OR cause to not be performed any |
| 12 | written warranties made with respect to a powersports vehicle or parts |
| 13 | thereof; |
| 14 | (x) (I) To sell or offer to sell new powersports vehicles to a |
| 15 | franchised motor POWERSPORTS vehicle dealer with whom the |
| 16 | manufacturer has a franchise agreement at a lower actual price than the |
| 17 | actual price offered to any other powersports vehicle dealer with whom |
| 18 | the manufacturer has a franchise agreement for the same motor |
| 19 | POWERSPORTS vehicle similarly equipped; except that this subsection |
| 20 | (1)(x) does not apply to: |
| 21 | SECTION 3. Act subject to petition - effective date. This act |
| 22 | takes effect October 1, 2018; except that, if a referendum petition is filed |
| 23 | pursuant to section 1 (3) of article V of the state constitution against this |
| 24 | act or an item, section, or part of this act within the ninety-day period |
| 25 | after final adjournment of the general assembly, then the act, item, |
| 26 | section, or part will not take effect unless approved by the people at the |
| 27 | general election to be held in November 2018 and, in such case, will take |

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- effect on the date of the official declaration of the vote thereon by the
- 2 governor.

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