

CHAPTER 425

REVENUE - ACTIVITIES REGULATION

HOUSE BILL 19-1286

BY REPRESENTATIVE(S) Kraft-Tharp and Liston, Catlin, Duran, Kennedy, Melton, Snyder;
also SENATOR(S) Todd.

AN ACT

**CONCERNING LIMITING THE NUMBER OF PEOPLE WHO MAY SELL VEHICLES TO DEALERS UNDER A
WHOLESALER'S LICENSE ISSUED BY THE MOTOR VEHICLE DEALER BOARD.**

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, 44-20-108, **amend** (1)(e) as follows:

44-20-108. Classes of licenses. (1) The following classes of licenses are issued under this part 1:

(e) A wholesaler's license ~~shall permit~~ PERMITS the licensee to engage in the activities of a wholesaler, BUT DOES NOT PERMIT MORE THAN TWO INDIVIDUALS, WHO MUST BE NAMED IN THE LICENSE AND WHO MUST BE OWNERS OR PART OWNERS OF THE BUSINESS OF THE LICENSEE, TO PERFORM THE ACTIVITIES OF A WHOLESALER.

SECTION 2. In Colorado Revised Statutes, 44-20-408, **amend** (1)(f) as follows:

44-20-408. Classes of licenses. (1) The following classes of licenses are issued under this part 4:

(f) A wholesaler's license ~~shall permit~~ PERMITS the licensee to engage in the activities of a wholesaler, BUT DOES NOT PERMIT MORE THAN TWO INDIVIDUALS, WHO MUST BE NAMED IN THE LICENSE AND WHO MUST BE OWNERS OR PART OWNERS OF THE BUSINESS OF THE LICENSEE, TO PERFORM THE ACTIVITIES OF A WHOLESALER.

SECTION 3. Act subject to petition - effective date - applicability. (1) This act takes effect at 12:01 a.m. on the day following the expiration of the ninety-day period after final adjournment of the general assembly (August 2, 2019, if adjournment sine die is on May 3, 2019); except that, if a referendum petition is

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filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2020 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.

(2) This act applies to licenses issued or renewed on or after the applicable effective date of this act.

Approved: June 3, 2019