Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction HOUSE BILL 24-1151

LLS NO. 24-0416.01 Yelana Love x2295

HOUSE SPONSORSHIP

Ricks,

Exum,

SENATE SPONSORSHIP

House Committees Business Affairs & Labor **Senate Committees**

A BILL FOR AN ACT

101 CONCERNING PROHIBITING CERTAIN CONSUMER TRANSACTIONS THAT

102 DO NOT INCLUDE ALL MANDATORY CHARGES.

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 <u>http://leg.colorado.gov.</u>)

The bill prohibits a person from advertising a price for a product, good, or service that does not include all mandatory or nondiscretionary fees or charges. A violation of this prohibition is a deceptive trade practice enforceable by the attorney general or a district attorney.

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u> Capital letters or bold & italic numbers indicate new material to be added to existing law. Dashes through the words or numbers indicate deletions from existing law. HOUSE Amended 2nd Reading March 22, 2024

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, 6-1-105, amend
3	(1)(cccc) and (1)(dddd); and add (1)(eeee) as follows:
4	6-1-105. Unfair or deceptive trade practices. (1) A person
5	engages in a deceptive trade practice when, in the course of the person's
6	business, vocation, or occupation, the person:
7	(cccc) Sells or offers for sale a product that is age-restricted to a
8	person who does not meet the age restriction; or
9	(dddd) Fails to register a mobile home park in violation of section
10	38-12-1106; or
11	(eeee) VIOLATES SECTION 6-1-735.
12	SECTION 2. In Colorado Revised Statutes, add 6-1-735 as
13	follows:
14	6-1-735. Sales of products, goods, and services - fees and
15	charges - requirement to include - definition. (1) A PERSON SHALL NOT
16	KNOWINGLY OR RECKLESSLY ADVERTISE A PRICE FOR A PRODUCT, GOOD,
17	OR SERVICE UNLESS THE PRICE INCLUDES ALL MANDATORY OR
17 18	OR SERVICE UNLESS THE PRICE INCLUDES ALL MANDATORY OR NONDISCRETIONARY FEES OR CHARGES OTHER THAN:
18	NONDISCRETIONARY FEES OR CHARGES OTHER THAN:
18 19 20	NONDISCRETIONARY FEES OR CHARGES OTHER THAN: (a) TAXES OR FEES ON THE TRANSACTION THAT ARE IMPOSED BY,
18 19 20 21	NONDISCRETIONARY FEES OR CHARGES OTHER THAN: (a) TAXES OR FEES ON THE TRANSACTION THAT ARE IMPOSED BY, PAID TO, OR PASSED ON TO A GOVERNMENT, INCLUDING A LOCAL
18 19	NONDISCRETIONARY FEES OR CHARGES OTHER THAN: (a) TAXES OR FEES ON THE TRANSACTION THAT ARE IMPOSED BY, PAID TO, OR PASSED ON TO A GOVERNMENT, INCLUDING A LOCAL GOVERNMENTAL ENTITY OR OTHER UNIT OF LOCAL GOVERNMENT, OR A
18 19 20 21 22	NONDISCRETIONARY FEES OR CHARGES OTHER THAN: (a) TAXES OR FEES ON THE TRANSACTION THAT ARE IMPOSED BY, PAID TO, OR PASSED ON TO A GOVERNMENT, INCLUDING A LOCAL GOVERNMENTAL ENTITY OR OTHER UNIT OF LOCAL GOVERNMENT, OR A POLITICAL SUBDIVISION OF THE STATE, INCLUDING A
 18 19 20 21 22 23 	NONDISCRETIONARY FEES OR CHARGES OTHER THAN: (a) TAXES OR FEES ON THE TRANSACTION THAT ARE IMPOSED BY, PAID TO, OR PASSED ON TO A GOVERNMENT, INCLUDING A LOCAL GOVERNMENTAL ENTITY OR OTHER UNIT OF LOCAL GOVERNMENT, OR A POLITICAL SUBDIVISION OF THE STATE, INCLUDING A GOVERNMENT-CREATED SPECIAL DISTRICT; AND
 18 19 20 21 22 23 24 	NONDISCRETIONARY FEES OR CHARGES OTHER THAN: (a) TAXES OR FEES ON THE TRANSACTION THAT ARE IMPOSED BY, PAID TO, OR PASSED ON TO A GOVERNMENT, INCLUDING A LOCAL GOVERNMENTAL ENTITY OR OTHER UNIT OF LOCAL GOVERNMENT, OR A POLITICAL SUBDIVISION OF THE STATE, INCLUDING A GOVERNMENT-CREATED SPECIAL DISTRICT; AND (b) POSTAGE OR CARRIAGE CHARGES THAT WILL BE REASONABLY

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SERVICE ON ITS OWN OR AS PART OF A BUNDLE AND COMPLIES WITH THE
 BROADBAND CONSUMER LABEL REQUIREMENTS IN 47 CFR 8.1 (a) IS
 COMPLIANT WITH SUBSECTION (1) OF THIS SECTION.

4 (b) A BUSINESS THAT IS A RETAIL FOOD ESTABLISHMENT, AS
5 DEFINED IN SECTION 25-4-1602 (14), AN ESTABLISHMENT IN THE
6 ALCOHOLIC BEVERAGES DRINKING PLACES INDUSTRY, AS DEFINED IN
7 SECTION 39-26-105 (1.3)(a)(I), OR A MOVIE THEATER MAY COMPLY WITH
8 SUBSECTION (1) OF THIS SECTION BY PROVIDING NOTICE OF ALL
9 MANDATORY OR NONDISCRETIONARY FEES OR CHARGES:

(I) AT THE BUSINESS'S PREMISES ON A MENU, ON A TABLETOP OR
 COUNTERTOP DISPLAY, OR THROUGH SIGNAGE ON THE PREMISES; AND

12 (II) ON THE BUSINESS'S WEBSITE WHERE PRICES ARE ADVERTISED.

13 (3) SUBSECTION (1) OF THIS SECTION DOES NOT APPLY TO:

(a) AN ADVERTISEMENT FOR WHICH A PERSON IS REQUIRED TO
PROVIDE DISCLOSURES IN COMPLIANCE WITH ANY OF THE FOLLOWING
FEDERAL OR STATE LAWS OR REGULATIONS OR RULES PROMULGATED
PURCHANT TO THE FEDERAL OR STATE LAWS.

17 PURSUANT TO THE FEDERAL OR STATE LAWS:

18 (I) THE FEDERAL "TRUTH IN SAVINGS ACT", 12 U.S.C. SEC. 4301
19 ET SEQ., AS AMENDED;

20 (II) THE FEDERAL "ELECTRONIC FUND TRANSFER ACT", 15 U.S.C.

21 SEC. 1693 ET SEQ., AS AMENDED;

22 (III) SECTION 19 OF THE "FEDERAL RESERVE ACT", 12 U.S.C. SEC.

23 461 ET SEQ., AS AMENDED;

24 (IV) THE FEDERAL "TRUTH IN LENDING ACT", 15 U.S.C. SEC. 1601
25 ET SEQ., AS AMENDED;

26 (V) THE FEDERAL "REAL ESTATE SETTLEMENT PROCEDURES ACT

27 OF 1974", 12 U.S.C. SEC. 2601 ET SEQ., AS AMENDED;

1 (VI) THE FEDERAL "HOME OWNERSHIP AND EQUITY PROTECTION 2 ACT OF 1994", 15 U.S.C. SEC. 1639, AS AMENDED; OR 3 (VII) THE "COLORADO SECURITIES ACT", ARTICLE 51 OF TITLE 11; 4 (b) ADVERTISEMENTS MADE IN CONNECTION WITH THE PROVISION 5 OF WORKERS' COMPENSATION INSURANCE; 6 (c) ADVERTISEMENTS MADE BY A REAL ESTATE BROKER LICENSED 7 PURSUANT TO SECTION 12-10-202; 8 (d) AN AIR CARRIER, AS DEFINED IN AND REGULATED UNDER 49 9 U.S.C. SEC. 40101 ET SEQ., AS AMENDED, AND 49 U.S.C. SEC. 41713, AS 10 AMENDED: OR 11 (e) A POWERSPORTS VEHICLE DEALER, AS DEFINED IN SECTION 12 44-20-402 (12); A USED POWERSPORTS VEHICLE DEALER, AS DEFINED IN 13 SECTION 44-20-402 (20); A MOTOR VEHICLE DEALER, AS DEFINED IN 14 SECTION 44-20-102 (18); A USED MOTOR VEHICLE DEALER, AS DEFINED IN 15 SECTION 44-20-102 (26); OR THE HOLDER OF A BUSINESS DISPOSAL LICENSE ISSUED PURSUANT TO SECTION 44-20-108(1)(i), IF SUCH DEALER 16 17 OR LICENSEE IS REQUIRED BY THE MOTOR VEHICLE DEALER BOARD, 18 CREATED IN SECTION 44-20-103 (1), TO DISCLOSE ALL MANDATORY OR 19 NONDISCRETIONARY FEES OR CHARGES. 20 (4) AS USED IN THIS SECTION, "MANDATORY OR 21 NONDISCRETIONARY FEES OR CHARGES" MEANS AN AMOUNT THAT: 22 (a) A CONSUMER IS REQUIRED TO PAY FOR A PRODUCT, GOOD, OR 23 SERVICE; AND 24 (b) IS NOT BASED ON THE CONSUMER'S CHOICE TO ACCEPT 25 ADDITIONAL PRODUCTS, GOODS, OR SERVICES. 26 SECTION 3. Act subject to petition - effective date -27 **applicability.** (1) This act takes effect at 12:01 a.m. on the day following

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the expiration of the ninety-day period after final adjournment of the 1 2 general assembly; except that, if a referendum petition is filed pursuant 3 to section 1 (3) of article V of the state constitution against this act or an 4 item, section, or part of this act within such period, then the act, item, 5 section, or part will not take effect unless approved by the people at the 6 general election to be held in November 2024 and, in such case, will take 7 effect on the date of the official declaration of the vote thereon by the 8 governor.

9 (2) This act applies to conduct occurring on or after the applicable
effective date of this act.