

## CHAPTER 406

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**REVENUE - ACTIVITIES REGULATION**


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SENATE BILL 22-223

BY SENATOR(S) Hinrichsen, Moreno;  
also REPRESENTATIVE(S) Lindsay and Snyder, Bird, Hooton, Pico, Sandridge.

**AN ACT**

**CONCERNING THE REQUIREMENT THAT BUSINESSES LICENSED TO SELL MOTOR VEHICLES HAVE A PRINCIPAL PLACE OF BUSINESS.**

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

**SECTION 1.** In Colorado Revised Statutes, 44-20-120, **add** (2)(c) as follows:

**44-20-120. Principal place of business - requirements.** (2) (c) IT IS NOT A VIOLATION OF THIS PART 1 OR ANY RULE PROMULGATED UNDER THIS PART 1 FOR A MOTOR VEHICLE DEALER OR USED MOTOR VEHICLE DEALER TO:

(I) DELIVER A MOTOR VEHICLE TO A CUSTOMER FOR A TEST DRIVE AT A LOCATION THAT IS AWAY FROM THE DEALER'S PRINCIPAL PLACE OF BUSINESS;

(II) DELIVER DOCUMENTS FOR A CUSTOMER TO SIGN AT A LOCATION THAT IS AWAY FROM THE DEALER'S PRINCIPAL PLACE OF BUSINESS;

(III) DELIVER DOCUMENTS TO, OR OBTAIN DOCUMENTS FROM, A CUSTOMER AT A LOCATION THAT IS AWAY FROM THE DEALER'S PRINCIPAL PLACE OF BUSINESS; OR

(IV) DELIVER A MOTOR VEHICLE TO A CUSTOMER AT A LOCATION THAT IS AWAY FROM THE DEALER'S PRINCIPAL PLACE OF BUSINESS.

**SECTION 2.** In Colorado Revised Statutes, 44-20-121, **amend** (3)(k) as follows:

**44-20-121. Licenses - grounds for denial, suspension, or revocation.** (3) A motor vehicle dealer's, wholesale motor vehicle auction dealer's, wholesaler's, buyer agent's, or used motor vehicle dealer's license may be denied, suspended, or revoked on the following grounds:

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*Capital letters or bold & italic numbers indicate new material added to existing law; dashes through words or numbers indicate deletions from existing law and such material is not part of the act.*

(k) For ~~any licensed~~ A motor vehicle dealer or used motor vehicle dealer, engaging in the business for which the dealer is licensed without at all times maintaining a principal place of business as required by this part 1 during reasonable business hours; EXCEPT THAT THE LICENSE OF A MOTOR VEHICLE DEALER OR USED MOTOR VEHICLE DEALER IS NOT SUBJECT TO DENIAL, SUSPENSION, OR REVOCATION FOR ENGAGING IN ACTIVITIES AT LOCATIONS AWAY FROM THE PRINCIPAL PLACE OF BUSINESS AS DESCRIBED IN SECTION 44-20-120 (2)(c);

**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; except that, if a referendum petition is 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 2022 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 conduct occurring on or after the applicable effective date of this act.

Approved: June 7, 2022