## First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

# **INTRODUCED**

LLS NO. 23-0119.01 Jane Ritter x4342

**SENATE BILL 23-168** 

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### A BILL FOR AN ACT

# 101 CONCERNING GUN VIOLENCE VICTIMS' ACCESS TO THE JUDICIAL

102 System.

#### **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>.)

Current law limits product liability actions against manufacturers of firearms and ammunition to situations in which there was a defect in the design or manufacture of a firearm or ammunition. The bill repeals that limitation.

The bill defines the terms "firearm industry member" (industry member) and "firearm industry product" (industry product) and requires

each industry member that is engaged in the manufacture, distribution, importation, marketing, or wholesale or retail sale of an industry product in Colorado to establish and implement reasonable controls and precautions related to the industry product in its control (firearm industry standards of responsible conduct).

A cause of action is created for a person or entity that suffered harm as a result of an industry member violation of the firearm industry standards of responsible conduct, or for the attorney general or the attorney general's designee, for enforcement and remedy of any harms caused as a result of an industry member's violation. An intervening act by a third party, including unlawful misuse of an industry product, does not prevent an industry member from being liable. A cause of action may be brought within 5 years after the date that the violation occurred or the harm was incurred.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, repeal part 5 of
3	article 21 of title 13.
4	SECTION 2. In Colorado Revised Statutes, add article 27 to title
5	6 as follows:
6	<b>ARTICLE 27</b>
7	<b>Firearms and Ammunition Manufacturers</b>
8	6-27-101. Short title. The short title of this article 27 is the
9	"GUN VIOLENCE VICTIMS' ACCESS TO JUSTICE AND FIREARMS INDUSTRY
10	ACCOUNTABILITY ACT".
11	6-27-102. Legislative declaration. (1) THE GENERAL ASSEMBLY
12	FINDS AND DECLARES THAT:
13	(a) The state of Colorado has a compelling interest in
14	PROTECTING THE LIFE, HEALTH, SAFETY, AND WELL-BEING OF COLORADO
15	RESIDENTS;
16	(b) UNLAWFUL AND IRRESPONSIBLE CONDUCT BY THE FIREARM
17	INDUSTRY POSE SIGNIFICANT RISKS TO THE LIFE, HEALTH, SAFETY, AND

1 WELL-BEING OF COLORADO RESIDENTS;

2 (c) OUR STATE AND OUR NATION HAVE A LONG-STANDING
3 HISTORICAL TRADITION OF PRESCRIBING STANDARDS OF RESPONSIBLE
4 CONDUCT AND ACCOUNTABILITY FOR INDUSTRIES WHOSE BUSINESS
5 PRACTICES MAY CAUSE HARM TO THE PUBLIC;

6 (d) THE FEDERAL "PROTECTION OF LAWFUL COMMERCE IN ARMS
7 ACT" PRESERVES STATES' CRITICAL AUTHORITY TO ENACT LAWS
8 PRESCRIBING AND ENFORCING STANDARDS OF RESPONSIBLE CONDUCT AND
9 ACCOUNTABILITY FOR FIREARM INDUSTRY MEMBERS;

10 (e) IT IS THE POLICY OF THIS STATE THAT FIREARM INDUSTRY
11 MEMBERS HAVE A LAWFUL DUTY AND RESPONSIBILITY TO TAKE
12 REASONABLE PRECAUTIONS TO PREVENT FORESEEABLE RISKS TO LIFE,
13 HEALTH, SAFETY, AND WELL-BEING OF THE CITIZENS OF COLORADO; AND

14 (f) IT IS FURTHER THE POLICY OF THIS STATE THAT VICTIMS 15 HARMED BY FIREARM INDUSTRY MEMBERS' WRONGFUL AND UNLAWFUL 16 CONDUCT, AND PUBLIC OFFICIALS ACTING ON BEHALF OF THE PEOPLE OF 17 COLORADO, SHALL NOT BE BARRED FROM PURSUING CIVIL ACTIONS 18 SEEKING APPROPRIATE JUSTICE AND FAIR REMEDIES FOR THOSE HARMS IN 19 COURT, INCLUDING CIVIL ACTIONS FOR HARMS CAUSED BY NEGLIGENT 20 ENTRUSTMENT OF FIREARM INDUSTRY PRODUCTS, CONSISTENT WITH ANY 21 LIMITATIONS OR IMMUNITIES OTHERWISE PROVIDED IN STATE OR FEDERAL 22 LAW.

(2) THEREFORE, THE GENERAL ASSEMBLY DECLARES THAT IT IS
THE POLICY OF THIS STATE THAT PRODUCT LIABILITY FOR INJURY,
DAMAGE, OR DEATH CAUSED BY THE DISCHARGE OF A FIREARM OR
AMMUNITION IS NOT BASED UPON THE INHERENT POTENTIAL OF A FIREARM
TO CAUSE INJURY, DAMAGE, OR DEATH WHEN DISCHARGED. IT SHALL BE

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2 ANY REMEDY ARISING FROM PHYSICAL OR EMOTIONAL INJURY, PHYSICAL 3 DAMAGE, OR DEATH CAUSED BY THE DISCHARGE OF A FIREARM IS NOT 4 BASED UPON THE INHERENT POTENTIAL OF A FIREARM TO CAUSE INJURY, 5 DAMAGE, OR DEATH WHEN DISCHARGED. 6 **6-27-103. Definitions.** As used in this article 27, unless the 7 CONTEXT OTHERWISE REOUIRES: 8 (1) "FIREARM INDUSTRY MEMBER" MEANS A PERSON, FIRM, 9 CORPORATION, OR ANY OTHER ENTITY ENGAGED IN THE MANUFACTURE, 10 DISTRIBUTION, IMPORTATION, MARKETING, OR WHOLESALE OR RETAIL 11 SALE OF A FIREARM INDUSTRY PRODUCT. 12 (2) "FIREARM INDUSTRY PRODUCT" MEANS: 13 (a) A FIREARM, AS DEFINED IN SECTION 18-1-901; 14 (b) AMMUNITION; 15 (c) A COMPLETED OR UNFINISHED FRAME OR RECEIVER; 16 (d) A FIREARM COMPONENT OR MAGAZINE; 17 (e) A DEVICE MARKETED OR SOLD TO THE PUBLIC THAT IS 18 DESIGNED OR ADAPTED TO BE INSERTED INTO, AFFIXED ONTO, OR USED IN 19 CONJUNCTION WITH A FIREARM, IF THE DEVICE IS: 20 (I) REASONABLY DESIGNED OR INTENDED TO BE USED TO INCREASE 21 A FIREARM'S RATE OF FIRE, CONCEALABILITY, MAGAZINE CAPACITY, OR 22 DESTRUCTIVE CAPACITY; OR 23 (II) REASONABLY DESIGNED OR INTENDED TO INCREASE THE 24 FIREARM'S STABILITY AND HANDLING WHEN THE FIREARM IS REPEATEDLY 25 FIRED; AND 26 (f) ANY MACHINE OR DEVICE THAT IS MARKETED OR SOLD TO THE 27 PUBLIC, OR REASONABLY DESIGNED OR INTENDED TO BE USED TO

THE FURTHER POLICY OF THIS STATE THAT A CIVIL ACTION IN TORT FOR

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MANUFACTURE OR PRODUCE A FIREARM OR ANY OTHER FIREARM
 INDUSTRY PRODUCT AS DESCRIBED IN THIS SUBSECTION (2).

3 (3) "FIREARM TRAFFICKER" MEANS A PERSON WHO ACQUIRES,
4 TRANSFERS, OR ATTEMPTS TO ACQUIRE OR TRANSFER A FIREARM INDUSTRY
5 PRODUCT FOR PURPOSES OF UNLAWFUL COMMERCE, INCLUDING, BUT NOT
6 LIMITED TO, A SUBSEQUENT TRANSFER TO A PERSON WHO IS PROHIBITED
7 BY STATE OR FEDERAL LAW FROM POSSESSING THE FIREARM INDUSTRY
8 PRODUCT.

9 (4) "REASONABLE CONTROLS" MEANS REASONABLE PROCEDURES,
10 SAFEGUARDS, AND BUSINESS PRACTICES THAT ARE DESIGNED AND
11 IMPLEMENTED TO DO ALL OF THE FOLLOWING:

12 (a) PREVENT THE SALE OR DISTRIBUTION OF A FIREARM INDUSTRY
13 PRODUCT TO:

14 (I) A STRAW PURCHASER OR FIREARM TRAFFICKER;

(II) A PERSON WHO IS PROHIBITED BY STATE OR FEDERAL LAW
FROM POSSESSING A FIREARM INDUSTRY PRODUCT; OR

17 (III) A PERSON THE FIREARM INDUSTRY MEMBER HAS REASONABLE
18 CAUSE TO BELIEVE IS AT SUBSTANTIAL RISK OF USING A FIREARM
19 INDUSTRY PRODUCT TO HARM THEMSELVES OR UNLAWFULLY HARM
20 ANOTHER OR OF OTHERWISE UNLAWFULLY POSSESSING OR USING A
21 FIREARM INDUSTRY PRODUCT;

(b) PREVENT THE LOSS OR THEFT OF A FIREARM INDUSTRY
PRODUCT FROM A FIREARM INDUSTRY MEMBER;

(c) ENSURE THE FIREARM INDUSTRY MEMBER DOES NOT PROMOTE
OR FACILITATE THE UNLAWFUL MANUFACTURE, SALE, POSSESSION,
MARKETING, OR USE OF A FIREARM INDUSTRY PRODUCT; AND

27 (d) ENSURE THE FIREARM INDUSTRY MEMBER COMPLIES WITH ALL

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1 PROVISIONS OF STATE AND FEDERAL LAWS.

2 "STRAW PURCHASER" MEANS AN INDIVIDUAL WHO (5)3 WRONGFULLY PURCHASES OR OBTAINS A FIREARM INDUSTRY PRODUCT ON 4 BEHALF OF A THIRD PARTY WHO IS THE ACTUAL PURCHASER OR 5 TRANSFEREE. THE TERM "STRAW PURCHASER" DOES NOT APPLY TO AN 6 INDIVIDUAL OBTAINING A FIREARM INDUSTRY PRODUCT AS A BONA FIDE 7 GIFT FOR A PERSON WHO IS NOT PROHIBITED BY STATE OR FEDERAL LAW 8 FROM POSSESSING OR RECEIVING A FIREARM INDUSTRY PRODUCT. FOR THE 9 PURPOSES OF THIS SUBSECTION (5), A GIFT IS NOT A BONA FIDE GIFT IF THE 10 TRANSFEREE HAS OFFERED OR GIVEN THE TRANSFEROR A SERVICE OR 11 THING OF VALUE TO ACQUIRE THE FIREARM INDUSTRY PRODUCT ON THE 12 TRANSFEREE'S BEHALF.

(6) "UNFINISHED FRAME OR RECEIVER" MEANS ANY FORGING,
CASTING PRINTING, EXTRUSION, MACHINED BODY, OR SIMILAR ARTICLE
THAT HAS REACHED A STAGE IN MANUFACTURE WHEN IT MAY BE READILY
COMPLETED, ASSEMBLED, OR CONVERTED TO BE USED AS THE FRAME OR
RECEIVER OF A FUNCTIONAL FIREARM OR THAT IS MARKETED OR SOLD TO
THE PUBLIC TO BECOME OR BE USED AS THE FRAME OR RECEIVER OF A
FUNCTIONAL FIREARM ONCE COMPLETED, ASSEMBLED, OR CONVERTED.

6-27-104. Firearm industry standards of responsible conduct.
(1) THIS SECTION APPLIES TO A FIREARM INDUSTRY MEMBER ENGAGED IN
THE MANUFACTURE, DISTRIBUTION, IMPORTATION, MARKETING, OR
WHOLESALE OR RETAIL SALE OF A FIREARM INDUSTRY PRODUCT THAT
MEETS ANY OF THE FOLLOWING CONDITIONS:

25 (a) THE FIREARM INDUSTRY PRODUCT WAS SOLD, MADE,
26 DISTRIBUTED, OR MARKETED IN THIS STATE;

27 (b) THE FIREARM INDUSTRY PRODUCT WAS INTENDED TO BE SOLD,

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1 MADE, DISTRIBUTED, OR MARKETED IN THIS STATE; OR

2 (c) THE FIREARM INDUSTRY PRODUCT WAS USED OR POSSESSED IN
3 THIS STATE, AND IT WAS REASONABLY FORESEEABLE THAT THE PRODUCT
4 WOULD BE USED OR POSSESSED IN THIS STATE.

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(2) A FIREARM INDUSTRY MEMBER SHALL:

6 (a) ESTABLISH AND IMPLEMENT REASONABLE CONTROLS
7 REGARDING ITS MANUFACTURE, DISTRIBUTION, IMPORTATION,
8 MARKETING, AND WHOLESALE OR RETAIL SALE OF FIREARM INDUSTRY
9 PRODUCTS IN THIS STATE; AND

10 (b) TAKE REASONABLE PRECAUTIONS TO ENSURE THE FIREARM
11 INDUSTRY MEMBER DOES NOT SELL OR DISTRIBUTE A FIREARM INDUSTRY
12 PRODUCT TO A DISTRIBUTOR OR RETAILER OF FIREARM INDUSTRY
13 PRODUCTS THAT FAILS TO ESTABLISH AND IMPLEMENT REASONABLE
14 CONTROLS.

15 (3) A FIREARM INDUSTRY MEMBER SHALL NOT MANUFACTURE,
16 DISTRIBUTE, IMPORT, MARKET, OR OFFER FOR WHOLESALE OR RETAIL SALE
17 A FIREARM INDUSTRY PRODUCT THAT IS:

18 (a) DESIGNED, SOLD, OR MARKETED IN A MANNER THAT
19 FORESEEABLY PROMOTES CONVERSION OF A LEGAL FIREARM INDUSTRY
20 PRODUCT INTO AN ILLEGAL FIREARM INDUSTRY PRODUCT; OR

(b) DESIGNED, SOLD, OR MARKETED IN A MANNER THAT IS
TARGETED AT MINORS OR INDIVIDUALS WHO ARE LEGALLY PROHIBITED
FROM PURCHASING OR POSSESSING A FIREARM.

(4) IN ADDITION TO SUBSECTIONS (1) TO (3) OF THIS SECTION, A
FIREARM INDUSTRY MEMBER SHALL COMPLY WITH THE FOLLOWING LAWS
WHEN ENGAGED IN THE MANUFACTURE, DISTRIBUTION, IMPORTATION,
MARKETING, OR WHOLESALE OR RETAIL SALE OF A FIREARM INDUSTRY

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1 PRODUCT:

2 (a) THE "COLORADO CONSUMER PROTECTION ACT", ARTICLE 1 OF
3 THIS TITLE 6;

(b) THE "UNFAIR PRACTICES ACT", ARTICLE 2 OF THIS TITLE 6;

5 (c) THE "COLORADO ANTITRUST ACT OF 1992", ARTICLE 4 OF THIS
6 TITLE 6; AND

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(d) ARTICLE 12 OF TITLE 18.

6-27-105. Cause of action for violations of standards of
responsible conduct. (1) A PERSON OR ENTITY THAT HAS SUFFERED
HARM AS A RESULT OF A FIREARM INDUSTRY MEMBER'S ACTS OR
OMISSIONS IN VIOLATION OF SECTION 6-27-104 MAY BRING A CIVIL ACTION
PURSUANT TO THIS ARTICLE 27 IN A COURT OF COMPETENT JURISDICTION.

13 (2) THE ATTORNEY GENERAL, OR THE ATTORNEY GENERAL'S
14 DESIGNEE, MAY BRING A CIVIL ACTION IN A COURT OF COMPETENT
15 JURISDICTION TO ENFORCE THIS ARTICLE 27 AND REMEDY HARMS CAUSED
16 BY ANY ACTS OR OMISSIONS IN VIOLATION OF SECTION 6-27-104.

17 (3) IN AN ACTION BROUGHT PURSUANT TO THIS SECTION, IF THE
18 COURT DETERMINES THAT A FIREARM INDUSTRY MEMBER ENGAGED IN
19 CONDUCT IN VIOLATION OF SECTION 6-27-104, THE COURT SHALL AWARD
20 JUST AND APPROPRIATE RELIEF, INCLUDING, BUT NOT LIMITED TO:

(a) INJUNCTIVE RELIEF SUFFICIENT TO PREVENT THE FIREARM
INDUSTRY MEMBER AND ANY OTHER DEFENDANT FROM FURTHER
VIOLATING THIS ARTICLE 27;

24 (b) COMPENSATORY AND PUNITIVE DAMAGES;

25 (c) REASONABLE ATTORNEY FEES, FILING FEES, AND REASONABLE
26 COSTS OF ACTION; AND

27 (d) ANY OTHER JUST AND APPROPRIATE RELIEF NECESSARY TO

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ENFORCE THIS ARTICLE 27 AND REMEDY THE HARM CAUSED BY THE
 VIOLATION.

3 (4) IN AN ACTION BROUGHT PURSUANT TO THIS ARTICLE 27:
4 (a) AN INTERVENING ACT BY A THIRD PARTY, INCLUDING, BUT NOT
5 LIMITED TO, THE UNLAWFUL MISUSE OF A FIREARM INDUSTRY PRODUCT,
6 DOES NOT PREVENT A FIREARM INDUSTRY MEMBER FROM BEING LIABLE
7 FOR HARM CAUSED BY THE FIREARM INDUSTRY MEMBER'S VIOLATION OF
8 THIS ARTICLE 27; AND

9 (b) NOTWITHSTANDING ANY INTERVENING ACT BY A THIRD PARTY,
10 THERE IS A PRESUMPTION THAT A FIREARM INDUSTRY MEMBER'S
11 VIOLATION OF THIS ARTICLE 27 WAS THE PROXIMATE CAUSE OF HARM
12 SUFFERED BY THE PLAINTIFF FROM A FIREARM INDUSTRY PRODUCT IF THE
13 FIREARM INDUSTRY MEMBER'S VIOLATION CREATED A REASONABLY
14 FORESEEABLE RISK THAT THE HARM WOULD OCCUR.

(5) AN ACTION BROUGHT PURSUANT TO THIS SECTION MUST BE
COMMENCED WITHIN FIVE YEARS AFTER THE DATE THAT THE VIOLATION
OCCURRED OR THE HARM WAS INCURRED.

18 (6) A CIVIL ACTION BROUGHT PURSUANT TO THIS SECTION MAY BE19 BROUGHT IN:

20 (a) THE COUNTY IN WHICH ALL OR A SUBSTANTIAL PART OF THE
21 EVENTS OR OMISSIONS GIVING RISE TO THE CLAIM OCCURRED;

(b) THE COUNTY OF RESIDENCE OF ANY ONE OF THE NATURAL
PERSON DEFENDANTS AT THE TIME THE CAUSE OF ACTION ACCRUED;

24 (c) THE COUNTY OF THE PRINCIPAL OFFICE IN THIS STATE OF ANY
25 OF THE DEFENDANTS THAT IS NOT A NATURAL PERSON; OR

26 (d) THE COUNTY OF RESIDENCE FOR THE PLAINTIFF IF THE
27 PLAINTIFF IS A NATURAL PERSON RESIDING IN COLORADO.

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6-27-106. Limitations. (1) NOTHING IN THIS ARTICLE 27 LIMITS
 OR IMPAIRS IN ANY WAY THE RIGHT OF THE ATTORNEY GENERAL, OR ANY
 PERSON OR ENTITY, TO PURSUE A LEGAL ACTION PURSUANT TO ANY OTHER
 LAW, CAUSE OF ACTION, TORT THEORY, OR OTHER AUTHORITY.

5 (2) NOTHING IN THIS ARTICLE 27 LIMITS OR IMPAIRS IN ANY WAY
6 AN OBLIGATION OR REQUIREMENT PLACED ON A FIREARM INDUSTRY
7 MEMBER BY ANY OTHER AUTHORITY.

8 (3) This article 27 must be construed and applied in a
9 MANNER THAT IS CONSISTENT WITH THE REQUIREMENTS OF THE
10 CONSTITUTIONS OF COLORADO AND THE UNITED STATES.

11 SECTION 3. Severability. If any provision of this act or the 12 application thereof to any person or circumstance is held invalid, such 13 invalidity does not affect other provisions or applications of the act that 14 can be given effect without the invalid provision or application, and to 15 this end, the provisions of this act are declared to be severable.

SECTION 4. Effective date. This act takes effect October 1,
2023.

SECTION 5. Safety clause. The general assembly hereby finds,
 determines, and declares that this act is necessary for the immediate
 preservation of the public peace, health, or safety.