First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

ENGROSSED

This Version Includes All Amendments Adopted on Second Reading in the House of Introduction SENATE BILL 25-070

LLS NO. 25-0483.01 Clare Haffner x6137

SENATE SPONSORSHIP

Liston and Roberts,

(None),

HOUSE SPONSORSHIP

Senate Committees Business, Labor, & Technology **House Committees**

A BILL FOR AN ACT

101 CONCERNING REQUIREMENTS FOR ONLINE MARKETPLACES WITH

102 **RESPECT TO THIRD-PARTY SELLERS.**

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 requires an online marketplace to alert a law enforcement agency if the online marketplace knows or should have known that a third-party seller is selling or attempting to sell stolen goods to a consumer in Colorado.

An online marketplace is required to establish:

• A mechanism that allows the online marketplace to timely



and confidentially communicate with a law enforcement agency; and

• Internal policies, systems, and staff to monitor product listings to detect and prevent organized retail crime.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 6-1-1402, **amend** (5) 3 as follows: 4 6-1-1402. Disclosure of information by online marketplaces to 5 inform consumers - reporting of suspicious marketplace activity. 6 (5) **Reporting mechanism.** (a) An online marketplace shall disclose to 7 consumers, in a clear and conspicuous manner on the product listing of 8 any high-volume third-party seller, a reporting mechanism that allows for 9 electronic and telephonic reporting of suspicious marketplace activity to 10 the online marketplace. 11 (b) AN ONLINE MARKETPLACE SHALL ALERT A LAW ENFORCEMENT 12 AGENCY IF THE ONLINE MARKETPLACE KNOWS OR SHOULD HAVE KNOWN 13 THAT A THIRD-PARTY SELLER IS SELLING OR ATTEMPTING TO SELL STOLEN 14 GOODS TO A CONSUMER IN COLORADO. AN ONLINE MARKETPLACE SHALL 15 ESTABLISH: 16 (I) A MECHANISM THAT ALLOWS THE ONLINE MARKETPLACE TO 17 COMMUNICATE WITH A LAW ENFORCEMENT AGENCY IN A TIMELY AND 18 CONFIDENTIAL MANNER, THROUGH A LINK TO A DEDICATED WEB PAGE, 19 ONLINE PORTAL, OR POINT OF CONTACT; AND 20 INTERNAL SYSTEMS, STAFF, AND WRITTEN POLICIES TO (II)21 MONITOR PRODUCT LISTINGS TO DETECT AND PREVENT ORGANIZED RETAIL 22 CRIME. 23 SECTION 2. Act subject to petition - effective date. This act

takes effect at 12:01 a.m. on the day following the expiration of the 1 2 ninety-day period after final adjournment of the general assembly; except 3 that, if a referendum petition is filed pursuant to section 1 (3) of article V 4 of the state constitution against this act or an item, section, or part of this 5 act within such period, then the act, item, section, or part will not take 6 effect unless approved by the people at the general election to be held in November 2026 and, in such case, will take effect on the date of the 7 8 official declaration of the vote thereon by the governor.