CHAPTER 130

CONSUMER AND COMMERCIAL TRANSACTIONS

HOUSE BILL 02-1162

BY REPRESENTATIVE(S) Cloer, Jahn, Kester, King, Lee, Mace, Schultheis, Stafford, White, Garcia, Groff, Jameson, Smith, Tapia, and Weddig. also SENATOR(S) Epps, Perlmutter, and Takis.

AN ACT

CONCERNING THE PROHIBITION AGAINST IMPOSING ADDITIONAL CHARGES ON WINNERS OF SWEEPSTAKES WHO MUST RESPOND TO THE SPONSOR OF THE SWEEPSTAKE TO CLAIM THE PRIZE.

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

SECTION 1. 6-1-803, Colorado Revised Statutes, is amended BY THE ADDITION OF A NEW SUBSECTION to read:

6-1-803. Prohibited practices and required disclosures. (17) NO SPONSOR, REQUIRING A PERSON TO RESPOND IN ANY MANNER TO CLAIM A PRIZE, SHALL REQUIRE THE PERSON TO PURCHASE INSURANCE; EXCEPT THAT THE SPONSOR IS IN NO WAY RESPONSIBLE FOR APPLICABLE STATE AND FEDERAL TAXES ON THE PRIZE; AND EXCEPT THAT A SPONSOR MAY REQUIRE PROOF OF HEALTH INSURANCE IN ORDER TO CLAIM A PRIZE FOR TRAVEL OR RECREATIONAL ACTIVITIES. SUCH HEALTH INSURANCE MAY NOT BE ACQUIRED FROM THE SPONSOR.

SECTION 2. Safety clause. The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.

Approved: April 25, 2002

Capital letters indicate new material added to existing statutes; dashes through words indicate deletions from existing statutes and such material not part of act.