## First Regular Session Sixty-eighth General Assembly STATE OF COLORADO

## REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction SENATE BILL 11-068

LLS NO. 11-0021.03 Kate Meyer

SENATE SPONSORSHIP

Carroll,

Solano,

HOUSE SPONSORSHIP

Senate Committees Judiciary **House Committees** 

## A BILL FOR AN ACT

101 CONCERNING AN INCREASE IN CONSUMER PROTECTION UNDER THE

102 "COLORADO CONSUMER PROTECTION ACT".

## **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 http://www.leg.state.co.us/billsummaries.)

In order to increase protection of Colorado consumers, the bill amends the "Colorado Consumer Protection Act" (act) as follows:

**Section 1** of the bill generally prohibits persons from engaging in a deceptive or unfair trade practice in the state, and permits the attorney general to identify by rule specific





acts, practices, and methods that constitute unfair or deceptive trade practices.

! Although not required by statute, case law interpreting the act has resulted in a requirement that plaintiffs separately establish that a defendant's challenged practice caused a significant public impact. In order to eliminate this additional burden on consumers, **section 2** creates a rebuttable presumption that a significant public impact has occurred when a plaintiff offers evidence that a defendant engaged in a deceptive trade practice.

1	Be it enacted by the General Assembly of the State of Colorado:
2	_
3	SECTION 1. Part 1 of article 1 of title 6, Colorado Revised
4	Statutes, is amended BY THE ADDITION OF A NEW SECTION to
5	read:
6	6-1-113.5. Private cause of action - elements - legislative
7	declaration. (1) To prevail in a claim brought under section
8	6-1-113, A PLAINTIFF SHALL ESTABLISH THAT:
9	(a) The defendant engaged in an unfair or deceptive trade
10	PRACTICE;
11	(b) THE CHALLENGED PRACTICE OCCURRED IN THE COURSE OF THE
12	DEFENDANT'S BUSINESS, VOCATION, OR OCCUPATION;
13	(c) The plaintiff suffered injury in fact to a legally
14	PROTECTED INTEREST; AND
15	(d) THE CHALLENGED PRACTICE CAUSED THE PLAINTIFF'S INJURY.
16	(2) The general assembly declares that its purpose in
17	<u>CREATING THIS SECTION IS TO ELIMINATE THE REQUIREMENT,</u>
18	ARTICULATED BY THE COLORADO SUPREME COURT IN HALL V. WALTER,
19	969 P.2d 224 (1998), THAT, TO PROVE A PRIVATE CAUSE OF ACTION UNDER
20	THIS ARTICLE, A PLAINTIFF MUST ESTABLISH THAT A DEFENDANT'S

1	CHALLENGED PRACTICE SIGNIFICANTLY IMPACTS THE PUBLIC AS ACTUAL
2	OR POTENTIAL CONSUMERS OF THE DEFENDANT'S GOODS, SERVICES, OR
3	PROPERTY.
4	SECTION 2. Effective date - applicability. This act shall take
5	effect July 1, 2011, and shall apply to causes of action filed on or after
6	said date.
7	SECTION 3. Safety clause. The general assembly hereby finds,
8	determines, and declares that this act is necessary for the immediate
9	preservation of the public peace, health, and safety.