

## 2020 South Dakota Legislature House Bill 1023 ENROLLED

AN ACT

### ENTITLED An Act to permit the secretary of revenue to issue cease and desist orders and to impose a civil penalty on certain public auctions.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

Section 1. That § 32-6B-41.1 be AMENDED:

# 32-6B-41.1. Cease and desist order for specified violations--Period of effectiveness.

In addition to any other remedy provided by law, the secretary of revenue may issue an order directing a vehicle dealer or public auction to cease and desist from engaging in any act or practice enumerated in § 32-6B-41. A cease and desist order issued pursuant to this section is effective for a period of two years.

Section 2. That § 32-6B-41.2 be AMENDED:

#### 32-6B-41.2. Cease and desist order--Request for hearing--Procedure.

Within twenty days after service of the order to cease and desist, the vehicle dealer or public auction may request a hearing in writing on the question of whether acts or practices in violation of this title have occurred. Any hearing shall be conducted pursuant to, and judicial review shall be available as provided by, chapter 1-26.

Section 3. That a NEW SECTION be added:

#### 32-6B-41.7. Cease and desist order--Failure to comply--Penalty.

If a public auction fails to comply with a cease and desist order issued pursuant to § 32-6B-41.1, the secretary may issue an order imposing a monetary penalty on the public auction of five hundred dollars for each subsequent violation of the cease and desist order. All monetary penalties collected pursuant to this section shall be deposited in the state motor vehicle fund.

#### Section 4. That § 32-6B-41.5 be AMENDED:

#### 32-6B-41.5. Contest of order--Procedure.

A dealer or public auction may request a hearing to contest an order issued pursuant to § 32-6B-41.4 or 32-6B-41.7. The request shall be submitted to the secretary in writing within twenty days after service of the order. Any hearing shall be conducted pursuant to, and judicial review shall be available as provided by, chapter 1-26.

Section 5. That § 32-6B-41.6 be AMENDED:

#### 32-6B-41.6. Finality of order.

An order issued pursuant to § 32-6B-41.4 or 32-6B-41.7 becomes final upon expiration of the time allowed for appeals from the secretary's order, if no appeal is taken, or, if an appeal is taken, upon final decision of the court if the court affirms the secretary's order or dismisses the appeal.

An Act to permit the secretary of revenue to issue cease and desist orders and to impose a civil penalty on certain public auctions.

I certify that the attached A the: House as Bill No. 1023	Act originated in	Received at this Executive Office this day of, 2020 atM.
	Chief Clerk	By for the Governor
Speal	ker of the House	The attached Act is hereby approved this day of, A.D., 2020
	Chief Clerk	Governor STATE OF SOUTH DAKOTA,
Presider Attest:	nt of the Senate	SS. Office of the Secretary of State Filed, 2020 at o'clockM.
Secreta	ry of the Senate	Secretary of State
House Bill No. <u>1023</u> File No Chapter No		By Asst. Secretary of State