1	PRIVATE POSTSECONDARY EDUCATION MODIFICATIONS
2	2023 GENERAL SESSION
3	STATE OF UTAH
4	Chief Sponsor: Curtis S. Bramble
5	House Sponsor: Stephen L. Whyte
6 7	LONG TITLE
8	General Description:
9	This bill repeals the Utah Postsecondary School State Authorization Act and repeals,
10	reenacts, and modifies provisions of the Utah Postsecondary Proprietary School Act as
11	the Utah Postsecondary School and State Authorization Act.
12	Highlighted Provisions:
13	This bill:
14	 repeals the Utah Postsecondary School State Authorization Act;
15	 repeals, reenacts, and modifies the Utah Postsecondary Proprietary School Act as
16	the Utah Postsecondary School and State Authorization Act;
17	 requires a postsecondary school operating in the state to file a registration statement
18	and obtain certain certificates from the Division of Consumer Protection (division);
19	 establishes qualifications for a procedure by which a postsecondary school may
20	obtain a registration certificate and state authorization certificate from the division;
21	 provides that, under certain circumstances, the division may deny, suspend, or
22	revoke a registration statement, registration certificate, or state authorization
23	certificate;
24	 provides procedures to enforce compliance with the provisions of this bill;
25	 permits the division to enter into an interstate reciprocity agreement;
26	 authorizes the Utah Board of Higher Education to make rules to implement an

interstate reciprocity agreement if the agreement includes institutions of higher

27

28	education;
29	 grants the division rulemaking authority;
30	 defines terms; and
31	 makes technical changes.
32	Money Appropriated in this Bill:
33	None
34	Other Special Clauses:
35	This bill provides a special effective date.
36	Utah Code Sections Affected:
37	AMENDS:
38	13-53-102, as enacted by Laws of Utah 2018, Chapter 252
39	16-6a-401, as last amended by Laws of Utah 2022, Chapter 457
40	16-10a-401, as last amended by Laws of Utah 2022, Chapter 457
41	16-11-16, as last amended by Laws of Utah 2022, Chapter 457
42	42-2-6.6, as last amended by Laws of Utah 2022, Chapter 457
43	48-1d-1105, as last amended by Laws of Utah 2022, Chapter 457
44	48-2e-108, as last amended by Laws of Utah 2022, Chapter 457
45	48-3a-108, as last amended by Laws of Utah 2022, Chapter 457
46	ENACTS:
47	13-34-202, Utah Code Annotated 1953
48	13-34-203, Utah Code Annotated 1953
49	13-34-204, Utah Code Annotated 1953
50	13-34-205, Utah Code Annotated 1953
51	13-34-301, Utah Code Annotated 1953
52	13-34-302, Utah Code Annotated 1953
53	13-34-303, Utah Code Annotated 1953
54	REPEALS AND REENACTS:
55	13-34-101, as enacted by Laws of Utah 2002, Chapter 222
56	13-34-102, as enacted by Laws of Utah 2002, Chapter 222
57	13-34-103, as last amended by Laws of Utah 2018, Chapter 276
58	13-34-104, as last amended by Laws of Utah 2010, Chapter 378

59	13-34-105, as last amended by Laws of Utah 2021, Chapter 266
60	13-34-106, as last amended by Laws of Utah 2014, Chapter 360
61	13-34-107, as last amended by Laws of Utah 2011, Chapter 221
62	13-34-108, as last amended by Laws of Utah 2011, Chapter 221
63	13-34-109, as enacted by Laws of Utah 2002, Chapter 222
64	13-34-110, as last amended by Laws of Utah 2014, Chapter 360
65	13-34-111, as last amended by Laws of Utah 2005, Chapter 242
66	13-34-112, as enacted by Laws of Utah 2002, Chapter 222
67	13-34-113, as last amended by Laws of Utah 2014, Chapter 360
68	13-34-201, as enacted by Laws of Utah 2002, Chapter 222
69	REPEALS:
70	13-34-114, as last amended by Laws of Utah 2018, Chapter 281
71	13-34a-101, as enacted by Laws of Utah 2014, Chapter 360
72	13-34a-102, as last amended by Laws of Utah 2021, Chapter 266
73	13-34a-103, as enacted by Laws of Utah 2014, Chapter 360
74	13-34a-104, as last amended by Laws of Utah 2020, Chapter 365
75	13-34a-201, as enacted by Laws of Utah 2014, Chapter 360
76	13-34a-202, as enacted by Laws of Utah 2014, Chapter 360
77	13-34a-203, as enacted by Laws of Utah 2014, Chapter 360
78	13-34a-204, as last amended by Laws of Utah 2021, Chapter 266
79	13-34a-205, as enacted by Laws of Utah 2014, Chapter 360
80	13-34a-206, as enacted by Laws of Utah 2014, Chapter 360
81	13-34a-207, as last amended by Laws of Utah 2017, Chapter 98
82	13-34a-301, as enacted by Laws of Utah 2014, Chapter 360
83	13-34a-302, as enacted by Laws of Utah 2014, Chapter 360
84	13-34a-303, as enacted by Laws of Utah 2014, Chapter 360
85	13-34a-304, as enacted by Laws of Utah 2014, Chapter 360
86	13-34a-305, as enacted by Laws of Utah 2014, Chapter 360
87	13-34a-306, as enacted by Laws of Utah 2014, Chapter 360
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89 Be it enacted by the Legislature of the state of Utah:

90	Section 1. Section 13-34-101 is repealed and reenacted to read:
91	CHAPTER 34. UTAH POSTSECONDARY SCHOOL AND STATE AUTHORIZATION
92	ACT
93	Part 1. General Provisions
94	13-34-101. Definitions.
95	As used in this chapter:
96	(1) "Accredited postsecondary school" means a postsecondary school that is accredited
97	by an accrediting agency.
98	(2) "Accrediting agency" means a private educational association that:
99	(a) is recognized by the United States Department of Education;
100	(b) develops education criteria; and
101	(c) conducts evaluations to assess whether a postsecondary school meets the criteria
102	described in Subsection (2)(b).
103	(3) "Agent" means a person who:
104	(a) owns an interest in a postsecondary school;
105	(b) is employed by a postsecondary school;
106	(c) enrolls or attempts to enroll a Utah resident in a postsecondary school;
107	(d) offers to award an educational credential on behalf of a postsecondary school; or
108	(e) holds oneself out to a Utah resident as representing a postsecondary school for any
109	purpose.
110	(4) "Apprentice" means the same as that term is defined in Section 35A-6-102.
111	(5) "Apprenticeship" means the same as that term is defined in Section <u>35A-6-102</u> .
112	(6) "Distance postsecondary education" means the same as that term is defined in 20
113	<u>U.S.C. Sec. 1003(7).</u>
114	(7) "Division" means the Division of Consumer Protection.
115	(8) "Educational credential" means a degree, diploma, certificate, transcript, report,
116	document, letter of designation, mark, or series of letters, numbers, or words that represent
117	enrollment, attendance, or satisfactory completion of the requirements or prerequisites of an
118	educational program.
119	(9) "Longstanding nonprofit accredited postsecondary school" means an accredited
120	postsecondary school that:

121	(a) is a nonprofit organization; and
122	(b) has operated continuously as a nonprofit for at least 20 years.
123	(10) "Nonprofit organization" means a nonprofit corporation or foreign nonprofit
124	corporation as those terms are defined in Section 16-6a-102.
125	(11) "Operate" means to:
126	(a) maintain a physical presence in the state; or
127	(b) provide postsecondary education to an individual who resides in the state.
128	(12) "Physical presence" means:
129	(a) to maintain in the state a physical location where a student receives postsecondary
130	education; or
131	(b) to provide to a student distance postsecondary education from a location in this
132	state.
133	(13) (a) "Postsecondary education" means education or educational services offered
134	primarily to an individual who:
135	(i) has completed or terminated their secondary or high school education; or
136	(ii) is beyond the age of compulsory school attendance.
137	(b) "Postsecondary education" does not include instruction at or below the 12th grade
138	level.
139	(14) "Postsecondary school" means a person that offers postsecondary education:
140	(a) in exchange for payment of tuition, fees, or other consideration; and
141	(b) for the purpose of attaining educational, professional, or vocational objectives.
142	(15) "Principal" means a postsecondary school's owner, officer, director, trustee, or
143	administrator.
144	(16) "Public postsecondary school" means a postsecondary school that is:
145	(a) (i) an institution listed in Section 53B-1-102; or
146	(ii) established by another state or other governmental entity; and
147	(b) substantially supported with government funds.
148	(17) "Reciprocity agreement" means an agreement the division enters into with another
149	state in accordance with Section 13-34-303.
150	(18) (a) "Registration certificate" means approval from the division to operate a
151	postsecondary school in accordance with this chapter, and with rules adopted in accordance

152	with this chapter.
153	(b) "Registration certificate" does not mean an approval or endorsement of the
154	postsecondary school by the division or the state.
155	(19) "Registration statement" means an application and accompanying documentation
156	required under this chapter for:
157	(a) a registration certificate; or
158	(b) a state authorization certificate.
159	(20) (a) "State authorization certificate" means a certificate that the division issues to
160	an accredited postsecondary school in accordance with Section 13-34-302.
161	(b) "State authorization certificate" does not mean an approval or endorsement of the
162	accredited postsecondary school by the division or the state.
163	(21) "Student" means:
164	(a) a person who pays or is obligated to pay a postsecondary school for postsecondary
165	education; or
166	(b) a legal guardian of a person described in Subsection (21)(a).
167	Section 2. Section 13-34-102 is repealed and reenacted to read:
168	13-34-102. Division responsibilities.
169	(1) The division shall:
170	(a) exercise its enforcement powers in accordance with Chapter 2, Division of
171	Consumer Protection, and this chapter;
172	(b) make rules in accordance with Title 63G, Chapter 3, Utah Administrative
173	Rulemaking Act, to:
174	(i) establish the content of a registration statement required under this chapter;
175	(ii) establish a process for reviewing and responding to complaints the division
176	receives in accordance with this chapter; and
177	(iii) establish a graduated fee structure in accordance with Section 63J-1-504 for filing
178	a registration statement;
179	(c) issue a registration certificate or state authorization certificate to a postsecondary
180	school upon the division's receipt and approval of a qualifying registration statement;
181	(d) maintain and publish a list of postsecondary schools to which the division has
182	issued a:

183	(i) registration certificate; or
184	(ii) state authorization certificate; and
185	(e) deposit fees established in accordance with Subsection (1)(b)(iii), and collected in
186	accordance with this chapter into the Commerce Service Account created in Section 13-1-2.
187	(2) The division may:
188	(a) accept a copy of an educational credential from a postsecondary school that ceases
189	operation;
190	(b) charge a reasonable fee for providing a copy of an educational credential;
191	(c) upon request, provide a letter confirming that a postsecondary school is exempt
192	from registration in accordance with Section 13-34-111; and
193	(d) negotiate and enter into an interstate reciprocity agreement with another state, if in
194	the judgment of the division, the agreement is consistent with the purposes of this chapter.
195	Section 3. Section 13-34-103 is repealed and reenacted to read:
196	13-34-103. Rulemaking authority.
197	In accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, the
198	division may make rules:
199	(1) establishing the form and content of:
200	(a) a registration statement; and
201	(b) a surety bond, certificate of deposit, or irrevocable letter of credit required under
202	Section 13-34-202;
203	(2) specifying the information a postsecondary school is required to provide with a
204	registration statement, which may vary based upon factors including:
205	(a) the certificate the postsecondary school seeks;
206	(b) whether the postsecondary school is an accredited postsecondary school; and
207	(c) whether the postsecondary school is a longstanding nonprofit accredited
208	postsecondary school;
209	(3) establishing the amount of a surety bond, certificate of deposit, or irrevocable letter
210	of credit required under Section 13-34-202, not to exceed an amount equal to the tuition and
211	fees a postsecondary school anticipates receiving during a school year;
212	(4) providing for the execution and cancellation of the surety bond, certificate of
213	deposit, or irrevocable letter of credit a postsecondary school obtains in accordance with

214	<u>Section 13-34-202;</u>
215	(5) establishing the amount of money a school may charge a student in a 12 month
216	period to qualify for an exemption in accordance with Subsection 13-34-11(3)(d)(i)(C);
217	(6) specifying acts or practices that:
218	(a) are prohibited in accordance with Section 13-34-108; and
219	(b) a postsecondary school that intends to cease operating is required to carry out;
220	(7) specifying student outcomes a postsecondary school is required to disclose under
221	Section 13-34-109;
222	(8) specifying the electronic format in which a postsecondary school is required to
223	maintain an educational credential in accordance with Section 13-34-203;
224	(9) establishing the type and number of credits required to obtain a degree or diploma
225	from a postsecondary school that is not an accredited postsecondary school; and
226	(10) establishing:
227	(a) standards for granting to a postsecondary school a state authorization certificate in
228	accordance with a reciprocity agreement;
229	(b) any filing, document, or fee required for a postsecondary school to obtain a state
230	authorization certificate in accordance with a reciprocity agreement; and
231	(c) penalties for a postsecondary school that fails to comply with rules the division
232	makes under this Subsection (10).
233	Section 4. Section 13-34-104 is repealed and reenacted to read:
234	13-34-104. Enforcement powers Action by division Referral.
235	(1) (a) In addition to the division's other enforcement powers under Chapter 2, Division
236	of Consumer Protection, and elsewhere in this chapter, the division may, in response to a
237	complaint or on the division's own initiative, investigate a postsecondary school to verify
238	compliance with this chapter.
239	(b) For the purpose of an investigation described in Subsection (1)(a), the division
240	may:
241	(i) administer an oath or affirmation;
242	(ii) issue a subpoena for testimony or the production of evidence;
243	(iii) visit a postsecondary school's physical location; and
244	(iv) conduct an audit.

245	(2) (a) The division may provide information concerning a potential violation of this
246	chapter or rule made under this chapter to the attorney general, the county attorney, or district
247	attorney of any county or prosecution district in which the violation or potential violation is
248	occurring or has occurred.
249	(b) The attorney described in Subsection (2)(a) shall investigate the information
250	provided by the division and immediately prosecute or bring suit to enjoin an act determined to
251	be a violation of the chapter or rule.
252	(3) In addition to other penalties and remedies in this chapter, and in addition to the
253	division's other enforcement powers under Section 13-2-6, the division may:
254	(a) issue a cease and desist order;
255	(b) impose an administrative fine for a violation of this chapter as described in Section
256	<u>13-34-105; or</u>
257	(c) bring an action in a court of competent jurisdiction to enforce a provision of this
258	chapter.
259	(4) In an action the division brings to enforce a provision of this chapter, the court may:
260	(a) declare that an act or practice violates a provision of this chapter;
261	(b) issue an injunction for a violation of this chapter;
262	(c) order disgorgement of money received in violation of this chapter;
263	(d) order payment of disgorged money to an injured person;
264	(e) impose a fine;
265	(f) order payment of a fine imposed under Section 13-34-105;
266	(g) order production of educational records to the division; or
267	(h) award any other relief the court deems reasonable and necessary.
268	(5) If a court of competent jurisdiction grants judgment or injunctive relief in the
269	division's favor, the court shall award the division:
270	(a) reasonable attorney fees;
271	(b) court costs; and
272	(c) investigative fees.
273	(6) The division shall deposit all money the division receives for the payment of a fine
274	or civil penalty imposed under this section into the Consumer Protection Education and
275	Training Fund created in Section 13-2-8.

276	Section 5. Section 13-34-105 is repealed and reenacted to read:
277	13-34-105. Penalties and remedies.
278	(1) In addition to the division's enforcement powers under Chapter 2, Division of
279	Consumer Protection, and elsewhere in this chapter, the division director may, for a violation
280	of this chapter:
281	(a) issue a cease and desist order; and
282	(b) impose an administrative fine of up to:
283	(i) \$250 per day that a postsecondary school operates without an effective registration
284	certificate;
285	(ii) \$1,000 for each violation of Section 13-34-203;
286	(iii) \$2,500 for each violation of this chapter that is not:
287	(A) described in Subsections (1)(b)(i) or (ii); or
288	(B) an intentional violation; or
289	(iv) \$5,000 for each intentional violation of this chapter.
290	(2) A person intentionally violates this chapter if:
291	(a) (i) the violation occurs after one of the following notifies the person that the person
292	has violated or is violating this chapter:
293	(A) the division;
294	(B) the attorney general; or
295	(C) a district attorney or county attorney; and
296	(ii) the violation is the same as the violation of which the person was notified under
297	Subsection (2)(a)(i); or
298	(b) a person violates a cease and desist order the division issues under Subsection
299	<u>(1)(a).</u>
300	(3) An intentional violation of this chapter is a class B misdemeanor.
301	(4) The division shall deposit all money the division receives as payment for
302	administrative fines imposed under Subsection (1)(b), into the Consumer Protection Education
303	and Training Fund created in Section 13-2-8.
304	Section 6. Section 13-34-106 is repealed and reenacted to read:
305	13-34-106. Denial, suspension, or revocation of registration statement,
306	registration certificate, or state authorization certificate Limits on registration

307	certificate and state authorization certificate.
308	(1) In accordance with Chapter 2, Division of Consumer Protection, and Title 63G,
309	Chapter 4, Administrative Procedures Act, the division may initiate adjudicative proceedings to
310	deny, suspend, or revoke a registration statement, registration certificate, or state authorization
311	certificate if:
312	(a) the division finds that the denial, suspension, or revocation is in the public interest;
313	and
314	(b) (i) the registration statement is incomplete, false, or misleading;
315	(ii) the division determines that a postsecondary school's educational credential
316	represents undertaking or completing an educational achievement that has not been undertaken
317	or completed; or
318	(iii) a postsecondary school or a principal of the postsecondary school has:
319	(A) violated, caused a violation, or allowed a violation of a provision of:
320	(I) this chapter;
321	(II) a rule made by the division under this chapter; or
322	(III) a commitment made in a registration statement;
323	(B) violated Chapter 11, Utah Consumer Sales Practices Act;
324	(C) been enjoined by a court, or is the subject of an administrative or judicial order
325	issued in Utah or another state, if the injunction or order:
326	(I) includes a finding or admission of fraud, breach of fiduciary duty, or material
327	misrepresentation; or
328	(II) was based on a finding of lack of integrity, truthfulness, or mental competence;
329	(D) been convicted of a crime involving theft, fraud, or dishonesty;
330	(E) obtained or attempted to obtain a registration certificate by misrepresenting any
331	material fact;
332	(F) failed to timely file with the division a report required by:
333	(I) this chapter; or
334	(II) a rule made by the division under this chapter;
335	(G) failed to furnish information requested by the division;
336	(H) failed to pay an administrative fine imposed by the division under this chapter, or a
337	fine imposed by an administrative or judicial order in Utah or another state;

338	(I) failed to demonstrate fiscal responsibility;
339	(J) failed to pay the fee required to file a registration statement;
340	(K) failed to satisfy the requirements of this chapter or rule made by the division under
341	this chapter; or
342	(L) failed to satisfy a reasonable restriction or condition the division imposes under
343	Subsection (2).
344	(2) The division may impose reasonable restrictions and conditions on a postsecondary
345	school's registration certificate or state authorization certificate if:
346	(a) the restriction or condition protects student interests; and
347	(b) a behavior or condition described in Subsection (1)(b) applies to the postsecondary
348	school or the postsecondary school's principal, registration statement, or educational credential.
349	Section 7. Section 13-34-107 is repealed and reenacted to read:
350	13-34-107. Limitation of authority.
351	Except for satisfying the provisions of this chapter and any rule made by the division in
352	accordance with this chapter, nothing in this chapter authorizes the division to regulate
353	educational content or to regulate a postsecondary school's day-to-day operations.
354	Section 8. Section 13-34-108 is repealed and reenacted to read:
355	13-34-108. Prohibited acts.
356	(1) A person may not operate a postsecondary school in this state unless:
357	(a) (i) the person files with the division a registration statement for the postsecondary
358	school that complies with:
359	(A) the requirements of this chapter; and
360	(B) rules made by the division; and
361	(ii) the division issues a registration certificate to the postsecondary school; or
362	(b) the postsecondary school is exempt from the requirement to submit a registration
363	statement under Section 13-34-111.
364	(2) A person who operates a postsecondary school, a postsecondary school, or a
365	postsecondary school's agent or principal may not:
366	(a) omit from a registration statement a material statement of fact required by this
367	chapter or rule made by the division under this chapter;
368	(b) include in a registration statement any material statement of fact that the person,

369	postsecondary school, or the postsecondary school's principal or agent knew or should have
370	known to be false, deceptive, inaccurate, or misleading;
371	(c) in connection with any investigation or request for information made by the
372	division in accordance with this chapter, make any material statement of fact that the person,
373	postsecondary school, or agent knew or should have known to be false, deceptive, inaccurate,
374	or misleading;
375	(d) fail to provide a refund to a student within 30 days of receiving a valid request for a
376	<u>refund;</u>
377	(e) engage in a deceptive act or practice in connection with offering or providing
378	postsecondary education;
379	(f) make or cause to be made an oral, written, or visual statement or representation that
380	the person who operates a postsecondary school, a postsecondary school, or a postsecondary
381	school's principal or agent knows or should know is false, deceptive, substantially inaccurate,
382	or misleading; or
383	(g) fail to comply with the requirements of this chapter or rule made under this chapter.
384	(3) (a) A postsecondary school may not offer, sell, or award an educational credential
385	unless the recipient of the educational credential has received instruction and successfully
386	completed requirements for the educational credential that are commensurate with reasonable
387	standards applicable to the educational credential.
388	(b) Subsection (3)(a) does not apply to:
389	(i) an educational credential that is clearly and conspicuously designated as an
390	honorary educational credential; or
391	(ii) a certificate or other award that does not designate enrollment in or successful
392	completion of instruction or requirements to obtain a credential.
393	(4) A postsecondary school's name shall not contain any reference that is misleading to
394	a student or the public with respect to the type or nature of the postsecondary school's services,
395	affiliation, or structure.
396	(5) A postsecondary school's principal or agent may not misrepresent the principal's or
397	agent's level of educational attainment or other qualification in connection with the
398	postsecondary school's operation.
399	(6) A postsecondary school may not represent that it is endorsed or approved by the

400	division or the state.
401	(7) After a postsecondary school provides notice to the division that the postsecondary
402	school will cease operations as described in Section 13-34-205, the postsecondary school may
403	<u>not:</u>
404	(a) advertise, recruit, enroll, or offer services to a new student;
405	(b) charge an existing student for services beyond those for which the student has
406	already paid or is obligated to pay;
407	(c) fail to notify a student that the postsecondary school intends to cease operations; or
408	(d) fail to comply with the requirements of Section 13-34-205.
409	(8) A violation of this chapter is also a violation of Subsection 13-11-4(1).
410	Section 9. Section 13-34-109 is repealed and reenacted to read:
411	13-34-109. Required disclosures.
412	(1) Before a postsecondary school may enroll or accept payment from a student, the
413	postsecondary school shall clearly and conspicuously disclose in writing to the student:
414	(a) the postsecondary school's name, address, and location;
415	(b) the requirements or qualifications a student is required to satisfy to enroll in the
416	postsecondary school;
417	(c) a complete description of the services for which the student will pay, including:
418	(i) facilities, faculty, resources, or equipment that the student may use in connection
419	with the services, or to access the services;
420	(ii) the duration of services provided; and
421	(iii) completion or graduation requirements;
422	(d) information regarding how the postsecondary school's services relate to state
423	licensing requirements if the services are intended to prepare a student for licensure;
424	(e) tuition, fees, and any other charge or expense to be paid by the student;
425	(f) a financial assistance policy, if any;
426	(g) the complete terms of any financing agreement, including an income sharing or
427	other agreement, offered to the student;
428	(h) the postsecondary school's cancellation and tuition refund policy that shall include,
429	at a minimum:
430	(i) a three-business-day cooling off period during which a person may rescind the

431	enrollment agreement and receive a refund of all money paid, less a reasonable application fee,
432	that may not end before midnight on the third business day after the latest of:
433	(A) the day on which the person signs the enrollment agreement;
434	(B) the day on which the person pays the postsecondary school for services, other than
435	an application fee;
436	(C) the day on which the person first attends the postsecondary school; or
437	(D) the day on which the person first gains access to the postsecondary school's
438	services; and
439	(ii) a written description of the postsecondary school's refund policy following the
440	cooling period described in Subsection (8)(a);
441	(i) (i) whether the postsecondary school is accredited by an accrediting agency; and
442	(ii) whether the program in which a student intends to enroll is accredited by an
443	accrediting agency, if applicable;
444	(j) the existence and amount of the postsecondary school's surety bond, certificate of
445	deposit, or irrevocable letter of credit;
446	(k) information regarding how to file a complaint against the postsecondary school
447	with the division, the postsecondary school's accrediting agency, and the postsecondary
448	school's approval or licensing entity; and
449	(1) student outcomes specified in rules made by the division under Section 13-34-103.
450	(2) A postsecondary school may comply with Subsection $(1)(k)$ by placing a
451	conspicuous link on the postsecondary school's website that connects to:
452	(a) the contact information for each entity described in Subsection (1)(k) with which a
453	person may file a complaint; or
454	(b) a third party's website that states the contact information for each entity described
455	in Subsection (1)(k) with which a person may file a complaint.
456	Section 10. Section 13-34-110 is repealed and reenacted to read:
457	13-34-110. Requirement to provide official transcript and diploma to a student.
458	(1) A postsecondary school shall provide an official transcript or diploma to a student
459	within 14 days of receiving a request from the student or the student's authorized
460	representative.
461	(2) A postsecondary school may charge a reasonable fee to provide a transcript or

462	diploma as described in Subsection (1).
463	Section 11. Section 13-34-111 is repealed and reenacted to read:
464	13-34-111. Exemptions.
465	(1) As used in this section, "State Authorization Reciprocity Agreement" or "SARA"
466	means an agreement among member states, districts, and territories establishing comparable
467	national standards for offering interstate postsecondary distance education courses and
468	programs.
469	(2) (a) Except as provided in Subsection (2)(b), this chapter does not apply to a public
470	postsecondary school.
471	(b) Notwithstanding Subsection (2)(a), the division may issue a state authorization
472	certificate to a public postsecondary school in accordance with Section 13-34-302.
473	(3) A postsecondary school is exempt from Sections 13-34-201 through 13-34-205 if
474	the postsecondary school:
475	(a) is an active participant institution in SARA that provides distance education to a
476	person in Utah in accordance with SARA;
477	(b) is owned, controlled, operated, or maintained by a bona fide church or religious
478	organization that is exempt from property taxation by this state;
479	(c) is a business organization, trade or professional association, fraternal society, or
480	labor organization that:
481	(i) sponsors or conducts postsecondary education primarily for its employees,
482	independent contractors, or members; and
483	(ii) does not advertise as a school; or
484	(d) exclusively offers one or more of the following:
485	(i) postsecondary education:
486	(A) (I) that is avocational, nonvocational, or recreational;
487	(II) for which the postsecondary school does not represent vocational objectives; and
488	(III) for which the postsecondary school does not grant a degree, diploma, or other
489	educational credential commensurate with a degree or diploma;
490	(B) (I) that is a prerequisite to obtain or maintain a license or certification issued by a
491	government agency; and
492	(II) through a postsecondary school that is regulated and licensed, registered, or

493	otherwise approved by a Utah or federal government agency to provide the education; or
494	(C) (I) for which the postsecondary school charges a student less than an amount
495	established by division rule in any 12-month period; and
496	(II) for which the postsecondary school does not grant a degree, diploma, or other
497	educational credential commensurate with a degree or diploma;
498	(ii) preparation for an individual to teach courses or instruction described in Subsection
499	<u>(3)(d)(i)(A);</u>
500	(iii) courses in English as a second language or other language courses;
501	(iv) instruction to advance personal development or a general professional skill:
502	(A) that is not independently sufficient to prepare a person for specific employment;
503	and
504	(B) for which the postsecondary school does not grant a degree, diploma, or other
505	educational credential commensurate with a degree or diploma;
506	(v) instruction designed to prepare an individual to run for political office, for which
507	the postsecondary school does not grant a degree, diploma, or other educational credential
508	commensurate with a degree or diploma;
509	(vi) professional review programs, including certified public accountant or bar
510	examination review and preparation courses; or
511	(vii) instruction to an apprentice:
512	(A) as part of an apprenticeship; and
513	(B) provided by a person who voluntarily conforms to Title 35A, Chapter 6,
514	Apprenticeship Act, in accordance with Section 35A-6-104.
515	(4) A postsecondary school that is exempt under this section shall file a registration
516	statement with the division within 30 days of the date on which the postsecondary school no
517	longer qualifies for exemption.
518	(5) (a) A postsecondary school that is exempt in accordance with this Section may
519	voluntarily submit a registration statement.
520	(b) A postsecondary school that voluntarily submits a registration statement as
521	described in Subsection (5)(a), and obtains a registration certificate, is not exempt from
522	Sections 13-34-201 through 13-34-205.
523	(6) A postsecondary school bears the burden of proving it is exempt under this section.

524	Section 12. Section 13-34-112 is repealed and reenacted to read:
525	13-34-112. Enforcement of contract or agreement Rescission based on defective
526	registration statement Rescission based on revocation of certificate of state
527	authorization.
528	(1) A postsecondary school subject to this chapter may not enforce in the courts of this
529	state a contract or agreement relating to postsecondary education services unless, at the time
530	the contract or agreement is executed:
531	(a) the division has issued a registration certificate to the postsecondary school; or
532	(b) the postsecondary school is exempt from this chapter under Section 13-34-111.
533	(2) If an accredited postsecondary school's state authorization certificate is revoked in
534	accordance with Section 13-34-106, or the accredited postsecondary school loses its
535	accreditation, a student who enrolled in the postsecondary school in reliance upon the benefits
536	offered by the accredited postsecondary school's possession of a valid state authorization
537	certificate or the accredited postsecondary school's accreditation may rescind an enrollment
538	agreement.
539	(3) If a student rescinds an enrollment agreement as described in Subsection (2), the
540	postsecondary school shall:
541	(a) release the student's future obligation to the postsecondary school for any tuition,
542	fees, or other charges that the student paid to the postsecondary school; and
543	(b) refund the student any tuition, fees, or other charges that the student, or a person on
544	the student's behalf, paid to the postsecondary school.
545	Section 13. Section 13-34-113 is repealed and reenacted to read:
546	13-34-113. Private right of action.
547	(1) A person may bring an action in a court of competent jurisdiction against a
548	postsecondary school that does not comply with this chapter.
549	(2) If a court of competent jurisdiction finds that a postsecondary school violated this
550	chapter, a person who brings an action under Subsection (1) is entitled to:
551	(a) declaratory judgment that an act or practice violates this chapter;
552	(b) injunctive relief;
553	(c) rescission of a contract;
554	(d) for a loss suffered as a result of a violation of this chapter, an amount equal to the

555	greater of:
556	(i) actual damages; or
557	(ii) \$2,000; and
558	(e) an award of reasonable attorney fees and court costs.
559	Section 14. Section 13-34-201 is repealed and reenacted to read:
560	Part 2. Postsecondary School Responsibilities
561	13-34-201. Registration statement Registration certificate.
562	(1) Unless exempt under Section 13-34-111, a person shall file a registration statement
563	and obtain a registration certificate before operating a postsecondary school in this state.
564	(2) Before the division issues a registration certificate for a postsecondary school, the
565	postsecondary school shall file with the division a registration statement that complies with:
566	(a) the requirements of this chapter; and
567	(b) rules made by the division in accordance with this chapter and Title 63G, Chapter
568	3, Utah Administrative Rulemaking Act.
569	(3) A registration statement shall:
570	(a) be submitted on a form approved by the division;
571	(b) designate the certificate that the postsecondary school seeks;
572	(c) state whether the postsecondary school is:
573	(i) not accredited by an accrediting agency;
574	(ii) an accredited postsecondary school; or
575	(iii) a longstanding nonprofit accredited postsecondary school;
576	(d) designate a person who is authorized to respond to an inquiry from the division;
577	and
578	(e) include all information required by rules made by the division in accordance with
579	Title 63G, Chapter 3, Utah Administrative Rulemaking Act.
580	(4) A registration statement shall be:
581	(a) signed by the postsecondary school's owner or responsible officer; and
582	(b) verified by an unsworn declaration in accordance with Title 78B, Chapter 18a,
583	Uniform Unsworn Declarations Act.
584	(5) A postsecondary school that submits a registration statement shall pay a
585	non-refundable fee the division establishes in accordance with Sections 13-34-102 and

586	<u>63J-1-504.</u>
587	(6) (a) The division may require a postsecondary school's principal to:
588	(i) submit a fingerprint card in a form acceptable to the division; and
589	(ii) consent to a criminal background check by:
590	(A) the Federal Bureau of Investigation;
591	(B) the Utah Bureau of Criminal Identification; or
592	(C) another agency of any state that performs criminal background checks.
593	(b) The postsecondary school or the postsecondary school's principal who is the subject
594	of the background check shall pay the cost of:
595	(i) the fingerprint card described in Subsection (6)(a)(i); and
596	(ii) the criminal background check described in Subsection (6)(a)(ii).
597	(7) (a) A person shall submit a separate registration statement for each postsecondary
598	school the person operates.
599	(b) Notwithstanding Subsection (7)(a), a longstanding nonprofit accredited
600	postsecondary school that has obtained and holds an active registration certificate is not
601	required to submit a separate registration statement for a postsecondary school that:
602	(i) is wholly owned and operated by the longstanding nonprofit accredited
603	postsecondary school;
604	(ii) is disclosed on the longstanding nonprofit accredited postsecondary school's
605	registration statement; and
606	(iii) operates as a nonprofit organization.
607	(8) A registration certificate expires:
608	(a) one year after it is issued to a postsecondary school that is not an accredited
609	postsecondary school;
610	(b) two years after it is issued to an accredited postsecondary school; or
611	(c) 10 years after it is issued to a longstanding nonprofit accredited postsecondary
612	school.
613	(9) A registration statement, and any certificate issued in accordance with this chapter,
614	are not transferrable.
615	(10) Notwithstanding Subsection (8), the division may extend the period for which a
616	registration certificate is effective so that expiration dates are staggered throughout the year.

617	Section 15. Section 13-34-202 is enacted to read:
618	<u>13-34-202.</u> Surety requirements.
619	(1) A postsecondary school required to obtain a registration certificate in accordance
620	with this chapter shall maintain, in a form and amount approved by the division:
621	(a) a surety bond;
622	(b) a certificate of deposit; or
623	(c) an irrevocable letter of credit.
624	(2) The surety bond, certificate of deposit, or irrevocable letter of credit shall be used
625	as protection against loss of unearned tuition, tuition paid for credits that a student earned but
626	that are not transferrable to a comparable postsecondary school, book fees, supply fees, or
627	equipment fees:
628	(a) collected by the postsecondary school from a student or another person on a
629	student's behalf; or
630	(b) that the student is obligated to pay.
631	(3) A surety bond, certificate of deposit, or irrevocable letter of credit obtained in
632	accordance with this section may not expire:
633	(a) earlier than 60 days after the first day on which no student is enrolled in the
634	postsecondary school; and
635	(b) while students are enrolled in the postsecondary school.
636	Section 16. Section 13-34-203 is enacted to read:
637	<u>13-34-203.</u> Record keeping.
638	(1) A postsecondary school shall maintain a student's official transcript and any
639	diploma, degree, or certificate:
640	(a) in an electronic format established by division rule in accordance with Section
641	<u>13-34-103; and</u>
642	(b) for not less than 60 years.
643	(2) A postsecondary school shall maintain an educational credential not described in
644	Subsection (1):
645	(a) in an electronic format established by division rule in accordance with Section
646	<u>13-34-103; and</u>
647	(b) for not less than 10 years.

648	(3) A postsecondary school shall maintain a student's enrollment agreement, record of
649	the student's payment, and any financing agreement:
650	(a) in an electronic format established by division rule in accordance with Section
651	<u>13-34-103; and</u>
652	(b) for not less than 10 years.
653	(4) (a) The division may require a postsecondary school to provide an educational
654	credential to the division.
655	(b) A postsecondary school shall provide a requested educational credential to the
656	division within 14 days of a request from the division described in Subsection (4)(a).
657	(5) Each educational credential that is not maintained in accordance with this section
658	constitutes a separate violation of this chapter.
659	(6) (a) A postsecondary school may submit to the division a written petition to request
660	that the 60-year period described in Subsection (1) be reduced.
661	(b) Upon receipt of a written petition from a postsecondary school, the division may
662	reduce the 60-year period described in Subsection (1) if:
663	(i) the reduced period will not substantially harm student interests;
664	(ii) the reduced period is consistent with any applicable requirement imposed on the
665	postsecondary school by its accreditor or by the United States Department of Education; and
666	(iii) the postsecondary school demonstrates good cause for the reduced period.
667	Section 17. Section 13-34-204 is enacted to read:
668	<u>13-34-204.</u> Reporting material changes to registration statement.
669	(1) A postsecondary school shall notify the division in writing within 30 days of any
670	material change to any information provided in a registration statement.
671	(2) The division may require a postsecondary school to submit a new registration
672	statement based upon a material change to the information provided in a registration statement.
673	Section 18. Section 13-34-205 is enacted to read:
674	<u>13-34-205.</u> Closure.
675	(1) (a) A postsecondary school that has obtained a registration certificate, but has not
676	obtained a state authorization certificate, may not cease operations unless the postsecondary
677	school provides written notice to the division at least 30 days before the day on which the
678	postsecondary school ceases operations that includes:

679	(i) the day on which the postsecondary school will cease operations;
680	(ii) a copy of a teach-out plan similar to one defined in 34 C.F.R. Sec. 602.3, or another
681	written plan that describes how students will be impacted by the postsecondary school ceasing
682	operations;
683	(iii) a current list of students enrolled in the postsecondary school, including:
684	(A) the program in which each student is enrolled;
685	(B) each student's anticipated graduation date; and
686	(C) the method of payment the student used to pay the postsecondary school; and
687	(iv) if the postsecondary school is an accredited postsecondary school, a written
688	certification signed by the postsecondary school's principal that the postsecondary school is
689	compliant with and will continue to comply with the postsecondary school's accrediting
690	agency's closure requirements.
691	(b) A postsecondary school described in Subsection (1)(a) shall provide official
692	transcripts to the division, upon request.
693	(2) A postsecondary school that has obtained a state authorization certificate may not
694	cease operations unless the postsecondary school provides written notice to the division at least
695	30 days before the day on which the postsecondary school ceases operations that includes:
696	(a) the date on which the postsecondary school will cease operations;
697	(b) a written certification signed by the postsecondary school's principal that the
698	postsecondary school is compliant and will continue to comply with the postsecondary school's
699	accrediting agency's closure requirements;
700	(c) a copy of any teach-out plan, as defined by 34 C.F.R. Sec. 602.3, approved by the
701	postsecondary school's accrediting agency; and
702	(d) to the extent permitted by law:
703	(i) a current list of students who are enrolled in the postsecondary school; and
704	(ii) for each student described in Subsection (2)(a)(iv)(A):
705	(A) the student's contact information;
706	(B) the program or programs in which the student is enrolled;
707	(C) the student's anticipated graduation date; and
708	(D) the method of payment the student used to pay the postsecondary school.
709	(3) After a postsecondary school submits the written notice described in Subsection (1)

710	or (2), the postsecondary school:
711	(a) may not recruit or enroll new students; and
712	(b) shall, within 14 days or another period approved by the division, inform its students
713	in writing that it intends to cease operation.
714	(4) (a) The provisions of this Subsection (4) apply to the extent not prohibited by
715	federal law.
716	(b) If a postsecondary school that ceases operations possesses a student's educational
717	credential, the postsecondary school shall:
718	(i) provide for storage of the educational credential;
719	(ii) provide the educational credential to a student in accordance with Section
720	<u>13-34-110; and</u>
721	(iii) if applicable, make the educational credential available to the same extent that an
722	education record is available under the Family Educational Rights and Privacy Act, 34 C.F.R.
723	Part 99.
724	Section 19. Section 13-34-301 is enacted to read:
725	Part 3. State Authorization
726	13-34-301. State authorization State authorization certificate.
,	15-54-501. State authorization State authorization certificate.
727	(1) A postsecondary school that operates in the state obtains state authorization for
727	(1) A postsecondary school that operates in the state obtains state authorization for
727 728	(1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state
727 728 729	(1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter.
727 728 729 730	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from
727 728 729 730 731	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from the manner described in Subsection (1) if the alternative manner is accepted by the United
 727 728 729 730 731 732 	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from the manner described in Subsection (1) if the alternative manner is accepted by the United States Department of Education.
 727 728 729 730 731 732 733 	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from the manner described in Subsection (1) if the alternative manner is accepted by the United States Department of Education. (3) (a) A state authorization certificate is not an endorsement or approval of a
 727 728 729 730 731 732 733 734 	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from the manner described in Subsection (1) if the alternative manner is accepted by the United States Department of Education. (3) (a) A state authorization certificate is not an endorsement or approval of a postsecondary school by the division or the state.
 727 728 729 730 731 732 733 734 735 	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from the manner described in Subsection (1) if the alternative manner is accepted by the United States Department of Education. (3) (a) A state authorization certificate is not an endorsement or approval of a postsecondary school by the division or the state. (b) A postsecondary school may not represent that a state authorization certificate is an
 727 728 729 730 731 732 733 734 735 736 	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from the manner described in Subsection (1) if the alternative manner is accepted by the United States Department of Education. (3) (a) A state authorization certificate is not an endorsement or approval of a postsecondary school by the division or the state. (b) A postsecondary school may not represent that a state authorization certificate is an endorsement or approval by the division or the state.
 727 728 729 730 731 732 733 734 735 736 737 	 (1) A postsecondary school that operates in the state obtains state authorization for purposes of 34 C.F.R. Sec. 600.9 if the division issues to the postsecondary school a state authorization certificate in accordance with this chapter. (2) A postsecondary school may obtain state authorization in a manner different from the manner described in Subsection (1) if the alternative manner is accepted by the United States Department of Education. (3) (a) A state authorization certificate is not an endorsement or approval of a postsecondary school by the division or the state. (b) A postsecondary school may not represent that a state authorization certificate is an endorsement or approval by the division or the state. Section 20. Section 13-34-302 is enacted to read:

741	recognized by the United States Department of Education.
742	(2) To obtain a state authorization certificate, a postsecondary school shall submit a
743	registration statement on a form approved by the division that includes:
744	(a) proof of current accreditation from the postsecondary school's accrediting agency;
745	and
746	(b) all information required by division rule made in accordance with Title 63G,
747	Chapter 3, Utah Administrative Rulemaking Act.
748	(3) (a) Except as provided in Subsection (3)(b), a state authorization certificate expires
749	two years after the division issues the state authorization certificate to an accredited
750	postsecondary school.
751	(b) Notwithstanding Subsection (3)(a), the division may extend the period for which a
752	state authorization certificate is effective so that expiration dates are staggered throughout the
753	year.
754	(4) A state authorization certificate that the division issues to a longstanding nonprofit
755	accredited postsecondary school:
756	(a) expires 10 years after the division issues the state authorization certificate;
757	(b) establishes the postsecondary school by name as an educational institution in
758	accordance with 34 C.F.R. Sec. 600.9(a)(1)(i);
759	(c) makes the postsecondary school independent of the state system of higher
760	education; and
761	(d) authorizes the postsecondary school to operate educational programs in the state
762	that are beyond secondary education, including programs that lead to a degree or certificate.
763	(5) A state authorization certificate that the division issues to a public postsecondary
764	school does not expire.
765	(6) A postsecondary school may satisfy Subsection $(2)(a)$ by demonstrating to the
766	division that the postsecondary school is:
767	(a) within a grace period provided by the United States Department of Education for
768	obtaining new accreditation; or
769	(b) otherwise considered by the United States Department of Education to have
770	recognized accreditation.
771	Section 21. Section 13-34-303 is enacted to read:

772	<u>13-34-303.</u> Authority to execute interstate reciprocity agreement.
773	(1) As used in this section, "institution of higher education" means an institution listed
774	<u>in Section 53B-1-102.</u>
775	(2) The division may execute an interstate reciprocity agreement that is:
776	(a) for purposes of state authorization in accordance with 34 C.F.R. Sec. 600.9; and
777	(b) for the benefit of:
778	(i) postsecondary schools in the state; or
779	(ii) (A) postsecondary schools in the state; and
780	(B) institutions of higher education.
781	(3) If the division executes an interstate reciprocity agreement described in Subsection
782	(2) that includes institutions of higher education, the Utah Board of Higher Education may
783	make rules in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act,
784	that:
785	(a) implement the reciprocity agreement; and
786	(b) relate to institutions of higher education.
787	Section 22. Section 13-53-102 is amended to read:
788	13-53-102. Definitions.
789	As used in this chapter:
790	(1) "Division" means the Division of Consumer Protection.
791	(2) "Human services program" means the same as that term is defined in Section
792	62A-2-101.
793	(3) "Participant" means an individual who:
794	(a) resides at a residential, vocational and life skills program facility;
795	(b) receives from the residential, vocational and life skills program:
796	(i) vocational training; or
797	(ii) life skills training; and
798	(c) does not receive monetary compensation from the residential, vocational and life
799	skills program.
800	(4) ["Proprietary school"] "Postsecondary school" means the same as that term is
801	defined in Section [13-34-102] <u>13-34-101</u> .
802	(5) "Residential, vocational and life skills program" means a program that:

803	(a) is operated by a nonprofit corporation, as defined in Section 16-6a-102;
804	(b) does not accept local, state, or federal government funding, government grant
805	money, or any other form of government assistance to operate or provide services or training;
806	(c) operates on a mutually voluntary basis with each participant;
807	(d) houses at a program facility in this state participants who are unrelated to an owner
808	or a manager of the program facility without charging money for lodging, food, clothing, or
809	training;
810	(e) may house transitional graduates for a fee;
811	(f) provides vocational training to participants;
812	(g) provides life skills training to participants;
813	(h) maintains a director or senior staff member at a program facility at all times when
814	the facility is in use;
815	(i) does not provide mental health services;
816	(j) does not provide substance use disorder treatment;
817	(k) does not accept payment from an insurance provider for a participant;
818	(1) does not award a degree, diploma, or other educational credential commensurate
819	with a degree or diploma;
820	(m) does not hold itself out as a human services program; and
821	(n) does not hold itself out as a [proprietary school] postsecondary school.
822	(6) "Transitional graduate" means an individual who:
823	(a) graduated from a residential, vocational and life skills program;
824	(b) continues to reside at the residential, vocational and life skills program facility; and
825	(c) is employed by an entity not directly affiliated with the residential, vocational and
826	life skills program.
827	(7) "Vocational training entity" is a commercial entity where a participant receives
828	vocational training.
829	Section 23. Section 16-6a-401 is amended to read:
830	16-6a-401. Corporate name.
831	(1) The corporate name of a nonprofit corporation:
832	(a) may, but need not contain:
833	(i) the word "corporation," "incorporated," or "company"; or

834	(ii) an abbreviation of "corporation," "incorporated," or "company";
835	(b) may not contain:
836	(i) any word or phrase that indicates or implies that the nonprofit corporation is
837	organized for a purpose other than that permitted by:
838	(A) Section 16-6a-301; and
839	(B) the nonprofit corporation's articles of incorporation; or
840	(ii) for a nonprofit corporation that changes the nonprofit corporation's name or is
841	incorporated in or authorized to do business in the state on or after May 4, 2022, the number
842	sequence "911";
843	(c) except as authorized by the division under Subsection (2), shall be distinguishable,
844	as defined in Section 16-10a-401, from:
845	(i) the name of any domestic corporation incorporated in this state;
846	(ii) the name of any foreign corporation authorized to conduct affairs in this state;
847	(iii) the name of any domestic nonprofit corporation incorporated in this state;
848	(iv) the name of any foreign nonprofit corporation authorized to conduct affairs in this
849	state;
850	(v) the name of any domestic limited liability company formed in this state;
851	(vi) the name of any foreign limited liability company authorized to conduct affairs in
852	this state;
853	(vii) the name of any limited partnership formed or authorized to conduct affairs in this
854	state;
855	(viii) any name that is reserved under Section 16-6a-402 or 16-10a-402;
856	(ix) the name of any entity that has registered the entity's name under Section 42-2-5;
857	(x) the name of any trademark or service mark registered by the division; or
858	(xi) any assumed name filed under Section 42-2-5;
859	(d) shall be, for purposes of recordation, either translated into English or transliterated
860	into letters of the English alphabet if the nonprofit corporation's name is not in English; and
861	(e) without the written consent of the United States Olympic Committee, may not
862	contain the words:
863	(i) "Olympic";
864	(ii) "Olympiad"; or

865	(iii) "Citius Altius Fortius"[; and].
866	[(f) without the written consent of the Division of Consumer Protection issued in
867	accordance with Section 13-34-114, may not contain the words:]
868	[(i) "university";]
869	[(ii) "college"; or]
870	[(iii) "institute" or "institution."]
871	(2) The division may authorize the use of the name applied for if:
872	(a) the name is distinguishable from one or more of the names and trademarks
873	described in Subsection (1)(c) that are on the division's records; or
874	(b) if the applicant delivers to the division a certified copy of the final judgment of a
875	court of competent jurisdiction establishing the applicant's right to use the name applied for in
876	this state registered or reserved with the division pursuant to the laws of this state.
877	(3) A nonprofit corporation may use the name of another domestic or foreign
878	corporation that is used in this state if:
879	(a) the other corporation is incorporated or authorized to conduct affairs in this state;
	1
880	and
880 881	(b) the proposed user corporation:
881	(b) the proposed user corporation:
881 882	(b) the proposed user corporation:(i) has merged with the other corporation;
881 882 883	(b) the proposed user corporation:(i) has merged with the other corporation;(ii) has been formed by reorganization of the other corporation; or
881 882 883 884	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of
881 882 883 884 885	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation.
881 882 883 884 885 886	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation. (4) (a) A nonprofit corporation may apply to the division for authorization to file the
881 882 883 884 885 886 886	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation. (4) (a) A nonprofit corporation may apply to the division for authorization to file the nonprofit corporation's articles of incorporation under, or to register or reserve, a name that is
881 882 883 884 885 886 886 887 888	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation. (4) (a) A nonprofit corporation may apply to the division for authorization to file the nonprofit corporation's articles of incorporation under, or to register or reserve, a name that is not distinguishable upon the division's records from one or more of the names described in
881 882 883 884 885 885 886 887 888 889	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation. (4) (a) A nonprofit corporation may apply to the division for authorization to file the nonprofit corporation's articles of incorporation under, or to register or reserve, a name that is not distinguishable upon the division's records from one or more of the names described in Subsection (1).
881 882 883 884 885 886 887 888 889 890	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation. (4) (a) A nonprofit corporation may apply to the division for authorization to file the nonprofit corporation's articles of incorporation under, or to register or reserve, a name that is not distinguishable upon the division's records from one or more of the names described in Subsection (1). (b) The division shall approve the application filed under Subsection (4)(a) if:
881 882 883 884 885 886 887 888 889 890 891	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation. (4) (a) A nonprofit corporation may apply to the division for authorization to file the nonprofit corporation's articles of incorporation under, or to register or reserve, a name that is not distinguishable upon the division's records from one or more of the names described in Subsection (1). (b) The division shall approve the application filed under Subsection (4)(a) if: (i) the other person whose name is not distinguishable from the name under which the
881 882 883 884 885 886 887 888 889 890 891 892	 (b) the proposed user corporation: (i) has merged with the other corporation; (ii) has been formed by reorganization of the other corporation; or (iii) has acquired all or substantially all of the assets, including the corporate name, of the other corporation. (4) (a) A nonprofit corporation may apply to the division for authorization to file the nonprofit corporation's articles of incorporation under, or to register or reserve, a name that is not distinguishable upon the division's records from one or more of the names described in Subsection (1). (b) The division shall approve the application filed under Subsection (4)(a) if: (i) the other person whose name is not distinguishable from the name under which the

896	(ii) the applicant delivers to the division a certified copy of the final judgment of a
897	court of competent jurisdiction establishing the applicant's right to make the requested filing in
898	this state under the name applied for.
899	(5) Only names of corporations may contain the:
900	(a) words "corporation," or "incorporated"; or
901	(b) abbreviation "corp." or "inc."
902	(6) The division may not issue a certificate of incorporation to any association violating
903	the provisions of this section.
904	Section 24. Section 16-10a-401 is amended to read:
905	16-10a-401. Corporate name.
906	(1) The name of a corporation:
907	(a) except for the name of a depository institution as defined in Section 7-1-103, shall
908	contain:
909	(i) the word:
910	(A) "corporation";
911	(B) "incorporated"; or
912	(C) "company";
913	(ii) the abbreviation:
914	(A) "corp.";
915	(B) "inc."; or
916	(C) "co."; or
917	(iii) words or abbreviations of like import to the words or abbreviations listed in
918	Subsections (1)(a)(i) and (ii) in another language;
919	(b) may not contain:
920	(i) language stating or implying that the corporation is organized for a purpose other
921	than that permitted by:
922	(A) Section 16-10a-301; and
923	(B) the corporation's articles of incorporation; or
924	(ii) for a corporation that changes the corporation's name or is incorporated in or
925	authorized to do business in the state on or after May 4, 2022, the number sequence "911"; and
926	(c) without the written consent of the United States Olympic Committee, may not

927	contain the words:
928	(i) "Olympic";
929	(ii) "Olympiad"; or
930	(iii) "Citius Altius Fortius"[; and].
931	[(d) without the written consent of the Division of Consumer Protection issued in
932	accordance with Section 13-34-114, may not contain the words:]
933	[(i) "university";]
934	[(ii) "college"; or]
935	[(iii) "institute" or "institution."]
936	(2) Except as authorized by Subsections (3) and (4), the name of a corporation shall be
937	distinguishable, as defined in Subsection (5), upon the records of the division from:
938	(a) the name of any domestic corporation incorporated in or foreign corporation
939	authorized to transact business in this state;
940	(b) the name of any domestic or foreign nonprofit corporation incorporated or
941	authorized to transact business in this state;
942	(c) the name of any domestic or foreign limited liability company formed or authorized
943	to transact business in this state;
944	(d) the name of any limited partnership formed or authorized to transact business in
945	this state;
946	(e) any name reserved or registered with the division for a corporation, limited liability
947	company, or general or limited partnership, under the laws of this state; and
948	(f) any business name, fictitious name, assumed name, trademark, or service mark
949	registered by the division.
950	(3) (a) A corporation may apply to the division for authorization to file the
951	corporation's articles of incorporation under, or to register or reserve, a name that is not
952	distinguishable upon the division's records from one or more of the names described in
953	Subsection (2).
954	(b) The division shall approve the application filed under Subsection (3)(a) if:
955	(i) the other person whose name is not distinguishable from the name under which the
956	applicant desires to file, or which the applicant desires to register or reserve:
957	(A) consents to the filing, registration, or reservation in writing; and

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958	(B) submits an undertaking in a form satisfactory to the division to change the person's
959	name to a name that is distinguishable from the name of the applicant; or
960	(ii) the applicant delivers to the division a certified copy of the final judgment of a
961	court of competent jurisdiction establishing the applicant's right to make the requested filing in
962	this state under the name applied for.
963	(4) A corporation may make a filing under the name, including the fictitious name, of
964	another domestic or foreign corporation that is used or registered in this state if:
965	(a) the other corporation is incorporated or authorized to transact business in this state;
966	and
967	(b) the filing corporation:
968	(i) has merged with the other corporation; or
969	(ii) has been formed by reorganization of the other corporation.
970	(5) (a) A name is distinguishable from other names, trademarks, and service marks on
971	the records of the division if the name:
972	(i) contains one or more different letters or numerals; or
973	(ii) has a different sequence of letters or numerals from the other names on the
974	division's records.
975	(b) Differences which are not distinguishing are:
976	(i) the words or abbreviations of the words:
977	(A) "corporation";
978	(B) "company";
979	(C) "incorporated";
980	(D) "limited partnership";
981	(E) "L.P.";
982	(F) "limited";
983	(G) "limited liability company";
984	(H) "limited company";
985	(I) "L.C."; or
986	(J) "L.L.C.";
987	(ii) the presence or absence of the words or symbols of the words "the," "and," or "a";
988	(iii) differences in punctuation and special characters;

989	(iv) differences in capitalization;
990	(v) differences between singular and plural forms of words for a corporation:
991	(A) incorporated in or authorized to do business in this state on or after May 4, 1998;
992	or
993	(B) that changes the corporation's name on or after May 4, 1998;
994	(vi) differences in whether the letters or numbers immediately follow each other or are
995	separated by one or more spaces if:
996	(A) the sequence of letters or numbers is identical; and
997	(B) the corporation:
998	(I) is incorporated in or authorized to do business in this state on or after May 3, 1999;
999	or
1000	(II) changes the corporation's name on or after May 3, 1999; or
1001	(vii) differences in abbreviations, for a corporation:
1002	(A) incorporated in or authorized to do business in this state on or after May 1, 2000;
1003	or
1004	(B) that changes the corporation's name on or after May 1, 2000.
1005	(c) The director of the division has the power and authority reasonably necessary to
1006	interpret and efficiently administer this section and to perform the duties imposed on the
1007	division by this section.
1008	(6) A name that implies that the corporation is an agency of this state or of any of the
1009	state's political subdivisions, if the corporation is not actually such a legally established agency
1010	or subdivision, may not be approved for filing by the division.
1011	(7) (a) The requirements of Subsection (1)(d) do not apply to a corporation
1012	incorporated in or authorized to do business in this state on or before May 4, 1998, until
1013	December 31, 1998.
1014	(b) On or after January 1, 1999, any corporation incorporated in or authorized to do
1015	business in this state shall comply with the requirements of Subsection (1)(d).
1016	Section 25. Section 16-11-16 is amended to read:
1017	16-11-16. Corporate name.
1018	(1) The name of each professional corporation as set forth in the professional
1019	corporation's articles of incorporation:

1020	(a) shall contain the terms:
1021	(i) "professional corporation"; or
1022	(ii) "P.C.";
1023	(b) may not contain the words:
1024	(i) "incorporated"; or
1025	(ii) "inc.";
1026	(c) may not contain:
1027	(i) language stating or implying that the professional corporation is organized for a
1028	purpose other than that permitted by:
1029	(A) Section 16-11-6; and
1030	(B) the professional corporation's articles of incorporation; or
1031	(ii) for a professional corporation that changes the professional corporation's name or is
1032	incorporated in or authorized to do business in the state on or after May 4, 2022, the number
1033	sequence "911"; and
1034	(d) without the written consent of the United States Olympic Committee, may not
1035	contain the words:
1036	(i) "Olympic";
1037	(ii) "Olympiad"; or
1038	(iii) "Citius Altius Fortius"[; and].
1039	[(e) without the written consent of the Division of Consumer Protection in accordance
1040	with Section 13-34-114, may not contain the words:]
1041	[(i) "university";]
1042	[(ii) "college"; or]
1043	[(iii) "institute" or "institution."]
1044	(2) The professional corporation may not imply by any word in the name that the
1045	professional corporation is an agency of the state or of any of the state's political subdivisions.
1046	(3) A person, other than a professional corporation formed or registered under this
1047	chapter, may not use in the person's name in this state any of the terms:
1048	(a) "professional corporation"; or
1049	(b) "P.C."
1050	(4) Except as authorized by Subsection (5), the name of the professional corporation

1051 shall be distinguishable, as defined in Subsection (6), upon the records of the division from: 1052 (a) the name of any domestic corporation incorporated in or foreign corporation 1053 authorized to transact business in this state: 1054 (b) the name of any domestic or foreign nonprofit corporation incorporated or 1055 authorized to transact business in this state; 1056 (c) the name of any domestic or foreign limited liability company formed or authorized 1057 to transact business in this state; 1058 (d) the name of any limited partnership formed or authorized to transact business in 1059 this state; 1060 (e) any name reserved or registered with the division for a corporation, limited liability 1061 company, or general or limited partnership, under the laws of this state; and 1062 (f) any business name, fictitious name, assumed name, trademark, or service mark registered by the division. 1063 1064 (5) (a) A professional corporation may apply to the division for authorization to file the 1065 professional corporation's articles of incorporation under, or to register or reserve, a name that 1066 is not distinguishable upon the division's records from one or more of the names described in 1067 Subsection (4). 1068 (b) The division shall approve the application filed under Subsection (5)(a) if: 1069 (i) the other person whose name is not distinguishable from the name under which the 1070 applicant desires to file, or which the applicant desires to register or reserve: 1071 (A) consents to the filing, registration, or reservation in writing; and 1072 (B) submits an undertaking in a form satisfactory to the division to change the person's 1073 name to a name that is distinguishable from the name of the applicant; or 1074 (ii) the applicant delivers to the division a certified copy of the final judgment of a 1075 court of competent jurisdiction establishing the applicant's right to make the requested filing in 1076 this state under the name applied for. 1077 (6) (a) A name is distinguishable from other names, trademarks, and service marks 1078 registered with the division if the name: 1079 (i) contains one or more different letters or numerals from other names upon the 1080 division's records; or 1081 (ii) has a different sequence of letter or numerals from the other names on the division's

1082	records.
1083	(b) The following differences are not distinguishable:
1084	(i) the words or abbreviations of the words:
1085	(A) "corporation";
1086	(B) "incorporated";
1087	(C) "company";
1088	(D) "limited partnership";
1089	(E) "limited";
1090	(F) "L.P.";
1091	(G) "limited liability company";
1092	(H) "limited company";
1093	(I) "L.C."; or
1094	(J) "L.L.C.";
1095	(ii) the presence or absence of the words or symbols of the words "the," "and," "a," or
1096	"plus";
1097	(iii) differences in punctuation and special characters;
1098	(iv) differences in capitalization; or
1099	(v) differences in abbreviations.
1100	(7) The director of the division shall have the power and authority reasonably necessary
1101	to interpret and efficiently administer this section and to perform the duties imposed upon the
1102	division by this section.
1103	Section 26. Section 42-2-6.6 is amended to read:
1104	42-2-6.6. Assumed name.
1105	(1) The assumed name:
1106	(a) may not contain:
1107	(i) any word or phrase that indicates or implies that the business is organized for any
1108	purpose other than a purpose contained in the business's application; or
1109	(ii) for an assumed name that is changed or approved on or after May 4, 2022, the
1110	number sequence "911";
1111	(b) shall be distinguishable from any registered name or trademark of record in the
1112	offices of the Division of Corporations and Commercial Code, as defined in Subsection

1113	16-10a-401(5), except as authorized by the Division of Corporations and Commercial Code
1114	pursuant to Subsection (2);
1115	(c) without the written consent of the United States Olympic Committee, may not
1116	contain the words:
1117	(i) "Olympic";
1118	(ii) "Olympiad"; or
1119	(iii) "Citius Altius Fortius"; and
1120	[(d) without the written consent of the Division of Consumer Protection issued in
1121	accordance with Section 13-34-114, may not contain the words:]
1122	[(i) "university";]
1123	[(ii) "college"; or]
1124	[(iii) "institute" or "institution"; and]
1125	[(c)] (d) an assumed name authorized for use in this state on or after May 1, 2000, may
1126	not contain the words:
1127	(i) "incorporated";
1128	(ii) "inc."; or
1129	(iii) a variation of "incorporated" or "inc."
1130	(2) Notwithstanding Subsection (1)(e), an assumed name may contain a word listed in
1131	Subsection (1)(e) if the Division of Corporations and Commercial Code authorizes the use of
1132	the name by a corporation as defined in:
1133	(a) Subsection 16-6a-102(26);
1134	(b) Subsection 16-6a-102(35);
1135	(c) Subsection 16-10a-102(11); or
1136	(d) Subsection 16-10a-102(20).
1137	(3) The Division of Corporations and Commercial Code shall authorize the use of the
1138	name applied for if:
1139	(a) the name is distinguishable from one or more of the names and trademarks that are
1140	on the division's records; or
1141	(b) the applicant delivers to the division a certified copy of the final judgment of a
1142	court of competent jurisdiction establishing the applicant's right to use the name applied for in
1143	this state.

S.B. 180 1144 (4) The assumed name, for purposes of recordation, shall be either translated into 1145 English or transliterated into letters of the English alphabet if the assumed name is not in 1146 English. 1147 (5) The Division of Corporations and Commercial Code may not approve an 1148 application for an assumed name to any person violating this section. 1149 (6) The director of the Division of Corporations and Commercial Code shall have the 1150 power and authority reasonably necessary to interpret and efficiently administer this section 1151 and to perform the duties imposed on the division by this section. (7) A name that implies by any word in the name that the business is an agency of the 1152 1153 state or of any of the state's political subdivisions, if the business is not actually such a legally 1154 established agency, may not be approved for filing by the Division of Corporations and 1155 Commercial Code. 1156 (8) Section 16-10a-403 applies to this chapter. 1157 (9) (a) The requirements of Subsection (1)(d) do not apply to a person who filed a 1158 certificate of assumed and of true name with the Division of Corporations and Commercial 1159 Code on or before May 4, 1998, until December 31, 1998. 1160 (b) On or after January 1, 1999, any person who carries on, conducts, or transacts 1161 business in this state under an assumed name shall comply with the requirements of Subsection 1162 (1)(d). Section 27. Section **48-1d-1105** is amended to read: 1163 1164 48-1d-1105. Permitted names. (1) The name of a partnership that is not a limited liability partnership may not contain 1165 1166 the phrase "Registered Limited Liability Partnership" or "Limited Liability Partnership" or the 1167 abbreviation "R.L.L.P.", "L.L.P.", "RLLP", or "LLP". 1168 (2) The name of a limited liability partnership must contain the words "Registered 1169 Limited Liability Partnership", "Limited Liability Partnership", "R.L.L.P.", "L.L.P.", "RLLP", 1170 or "LLP". (3) Except as otherwise provided in Subsection (6), the name of a limited liability 1171 1172 partnership and the name under which a foreign limited liability partnership may register to do 1173 business in this state must be distinguishable on the records of the division from any: 1174 (a) name of an existing person whose formation required the filing of a record by the

1175 division;

(b) name of a limited liability partnership;

(c) name of a person that is registered to do business in this state by the filing of arecord by the division;

(d) name reserved under Section 48-1d-1106 or other law of this state providing for thereservation of a name by the filing of a record by the division;

(e) name registered under Section 48-1d-1107 or other law of this state providing forthe registration of a name by the filing of a record by the division; or

(f) assumed name registered under Title 42, Chapter 2, Conducting Business UnderAssumed Name.

(4) If a person consents in a record to the use of the person's name and submits an
undertaking in a form satisfactory to the division to change the person's name to a name that is
distinguishable on the records of the division from any name in any category of names in
Subsection (3), the name of the consenting person may be used by the person to which the
consent was given.

1190 (5) Except as otherwise provided in Subsection (6), in determining whether a name is the same as or not distinguishable on the records of the division from the name of another 1191 1192 entity, words, phrases, or abbreviations indicating the type of entity, such as "corporation". 1193 "corp.", "incorporated", "Inc.", "professional corporation", "PC", "P.C.", "professional 1194 association", "PA", "P.A.", "Limited", "Ltd.", "limited partnership", "LP", "L.P.", "limited 1195 liability partnership", "LLP", "L.L.P.", "registered limited liability partnership", "RLLP", 1196 "R.L.L.P.", "limited liability limited partnership", "LLLP", "L.L.L.P.", "registered limited 1197 liability limited partnership", "RLLLP", "R.L.L.P.", "limited liability company", or "LLC", "L.L.C.", "professional limited liability company", "PLLC", or "P.L.L.C.", may not be taken 1198 1199 into account.

(6) A person may consent in a record to the use of a name that is not distinguishable on
the records of the division from the person's name except for the addition of a word, phrase, or
abbreviation indicating the type of person as provided in Subsection (5). In such a case, the
person need not change person's name pursuant to Subsection (4).

(7) The division may not approve for filing a name that implies that a limited liabilitypartnership is an agency of this state or any of the state's political subdivisions, if the limited

1206	liability partnership is not actually such a legally established agency or subdivision.
1207	(8) The authorization to file a certificate under or to reserve or register a limited
1208	liability partnership name as granted by the division does not:
1209	(a) abrogate or limit the law governing unfair competition or unfair trade practices;
1210	(b) derogate from the common law, the principles of equity, or the statutes of this state
1211	or of the United States with respect to the right to acquire and protect names and trademarks; or
1212	(c) create an exclusive right in geographic or generic terms contained within a name.
1213	(9) The name of a limited liability partnership or foreign limited liability partnership
1214	may not contain:
1215	(a) the words:
1216	(i) "association";
1217	(ii) "corporation";
1218	(iii) "incorporated";
1219	(iv) "limited liability company";
1220	(v) "limited company";
1221	(vi) "limited partnership"; or
1222	(vii) "Ltd.";
1223	(b) any word or abbreviation that is of like import to the words listed in Subsection
1224	(9)(a);
1225	(c) without the written consent of the United States Olympic Committee, the words:
1226	(i) "Olympic";
1227	(ii) "Olympiad"; or
1228	(iii) "Citius Altius Fortius"; <u>or</u>
1229	[(d) without the written consent of the Division of Consumer Protection issued in
1230	accordance with Section 13-34-114 the words:]
1231	[(i) "university";]
1232	[(ii) "college"; or]
1233	[(iii) "institute" or "institution"; or]
1234	[(e)] (d) for a limited liability partnership that changes the limited liability partnership's
1235	name or registers to do business in the state on or after May 4, 2022, the number sequence
1236	"911."

1237	Section 28. Section 48-2e-108 is amended to read:
1238	48-2e-108. Permitted names.
1239	(1) The name of a limited partnership may contain the name of any partner.
1240	(2) The name of a limited partnership that is not a limited liability limited partnership
1241	shall contain the words "limited partnership" or the abbreviation "L.P." or "LP" and may not
1242	contain the words "limited liability limited partnership" or the abbreviation "L.L.L.P." or
1243	"LLLP".
1244	(3) The name of a limited liability limited partnership shall contain the words "limited
1245	liability limited partnership" or the abbreviation "LLLP" or "L.L.L.P." and may not contain the
1246	abbreviation "L.P." or "LP".
1247	(4) Except as otherwise provided in Subsection (7), the name of a limited partnership,
1248	and the name under which a foreign limited partnership may register to do business in this
1249	state, shall be distinguishable on the records of the division from:
1250	(a) the name of an existing person whose formation required the filing of a record by
1251	the division;
1252	(b) the name of a limited liability partnership;
1253	(c) the name of a person that is registered to do business in this state by the filing of a
1254	record by the division;
1255	(d) each name reserved under Section 48-2e-109 or other law of this state providing for
1256	the reservation of a name by the filing of a record by the division;
1257	(e) each name registered under Section 48-2e-110 or other law of this state providing
1258	for the registration of a name by the filing of a record by the division; or
1259	(f) an assumed name registered under Title 42, Chapter 2, Conducting Business Under
1260	Assumed Name.
1261	(5) If a person consents in a record to the use of the person's name and submits an
1262	undertaking in a form satisfactory to the division to change the person's name to a name that is
1263	distinguishable on the records of the division from any name in any category of names in
1264	Subsection (4), the name of the consenting person may be used by the person to which the
1265	consent was given.
1266	(6) Except as otherwise provided in Subsection (7), in determining whether a name is
1267	the same as or not distinguishable on the records of the division from the name of another

1268	entity, words, phrases, or abbreviations indicating the type of entity, such as "corporation",
1269	"corp.", "incorporated", "Inc.", "professional corporation", "PC", "P.C.", "professional
1270	association", "PA", "P.A.", "Limited", "Ltd.", "limited partnership", "LP", "L.P.", "limited
1271	liability partnership", "LLP", "L.L.P.", "registered limited liability partnership", "RLLP",
1272	"R.L.L.P.", "limited liability limited partnership", "LLLP", "L.L.L.P.", "registered limited
1273	liability limited partnership", "RLLLP", "R.L.L.P.", "limited liability company", "LLC",
1274	"L.L.C.", "professional limited liability company", "PLLC", or "P.L.L.C.", may not be taken
1275	into account.
1276	(7) A person may consent in a record to the use of a name that is not distinguishable on
1277	the records of the division from the person's name except for the addition of a word, phrase, or
1278	abbreviation indicating the type of person as provided in Subsection (6). In such a case, the
1279	person is not required to change the person's name pursuant to Subsection (5).
1280	(8) The division may not approve for filing a name that implies that a limited
1281	partnership is an agency of this state or any of the state's political subdivisions, if the limited
1282	partnership is not actually such a legally established agency or subdivision.
1283	(9) The authorization to file a certificate under or to reserve or register a limited
1284	partnership name as granted by the division does not:
1285	(a) abrogate or limit the law governing unfair competition or unfair trade practices;
1286	(b) derogate from the common law, the principles of equity, or the statutes of this state
1287	or of the United States with respect to the right to acquire and protect names and trademarks; or
1288	(c) create an exclusive right in geographic or generic terms contained within a name.
1289	(10) The name of a limited partnership or foreign limited partnership may not contain:
1290	(a) the words:
1291	(i) "association";
1292	(ii) "corporation";
1293	(iii) "incorporated";
1294	(iv) "limited liability company"; or
1295	(v) "limited company";
1296	(b) any word or abbreviation that is of like import to the words listed in Subsection
1297	(10)(a);
1298	(c) without the written consent of the United States Olympic Committee, the words:

1299	(i) "Olympic";
1300	(ii) "Olympiad"; or
1301	(iii) "Citius Altius Fortius"; <u>or</u>
1302	[(d) without the written consent of the Division of Consumer Protection issued in
1303	accordance with Section 13-34-114 the words:]
1304	[(i) "university";]
1305	[(ii) "college"; or]
1306	[(iii) "institute" or "institution"; or]
1307	$\left[\frac{(e)}{(d)}\right]$ for a limited partnership that changes the limited partnership's name or is
1308	formed on or after May 4, 2022, the number sequence "911."
1309	Section 29. Section 48-3a-108 is amended to read:
1310	48-3a-108. Permitted names.
1311	(1) Except as provided in Section 48-3a-1104 or 48-3a-1302, the name of a limited
1312	liability company shall contain the words "limited liability company" or "limited company" or
1313	the abbreviation "L.L.C.", "LLC", "L.C.", or "LC". "Limited" may be abbreviated as "Ltd.",
1314	and "company" may be abbreviated as "Co.".
1315	(2) Except as authorized by Subsection (3), the name of a company shall be
1316	distinguishable as defined in Subsection (4) upon the records of the division from:
1317	(a) the actual name, reserved name, or fictitious or assumed name of any entity
1318	registered with the division; or
1319	(b) any tradename, trademark, or service mark registered with the division.
1320	(3) (a) A company may apply to the division for approval to file the company's
1321	certificate of organization under or to reserve a name that is not distinguishable upon the
1322	division's records from one or more of the names described in Subsection (2).
1323	(b) The division shall approve the name for which the company applies under
1324	Subsection (3)(a) if:
1325	(i) the other person whose name is not distinguishable from the name under which the
1326	applicant desires to file:
1327	(A) consents to the filing in writing; and
1328	(B) submits an undertaking in a form satisfactory to the division to change the person's
1329	name to a name that is distinguishable from the name of the applicant; or

1330	(ii) the applicant delivers to the division a certified copy of the final judgment of a
1331	court of competent jurisdiction establishing the applicant's right to use the name in this state.
1332	(4) A name is distinguishable from other names, trademarks, and service marks
1333	registered with the division if the name contains one or more different words, letters, or
1334	numerals from other names upon the division's records.
1335	(5) The following differences are not distinguishing:
1336	(a) the term:
1337	(i) "corp.";
1338	(ii) "corporation";
1339	(iii) "Inc.";
1340	(iv) "incorporated";
1341	(v) "professional corporation";
1342	(vi) "P.C." or "PC";
1343	(vii) "professional association";
1344	(viii) "P.A." or "PA";
1345	(ix) "professional limited liability company";
1346	(x) "P.L.L.C." or "PLLC";
1347	(xi) "company";
1348	(xii) "limited partnership";
1349	(xiii) "limited";
1350	(xiv) "L.P." or "LP";
1351	(xv) "Ltd.";
1352	(xvi) "limited liability company";
1353	(xvii) "limited company";
1354	(xviii) "L.C." or "LC";
1355	(xix) "L.L.C." or "LLC";
1356	(xx) "registered limited liability partnership";
1357	(xxi) "R.L.L.P." or "RLLP";
1358	(xxii) "limited liability partnership";
1359	(xxiii) "L.L.P." or "LLP";
1360	(xxiv) "limited liability limited partnership";

1361	(xxv) "L.L.L.P." or "LLLP";
1362	(xxvi) "registered limited liability limited partnership"; or
1363	(xxvii) "R.L.L.P." or "RLLLP";
1364	(b) an abbreviation of a word listed in Subsection (5)(a);
1365	(c) the presence or absence of the words or symbols of the words "the," "and," "a," or
1366	"plus";
1367	(d) differences in punctuation and special characters;
1368	(e) differences in capitalization; or
1369	(f) for a company that is formed in this state on or after May 4, 1998, or registered as a
1370	foreign company in this state on or after May 4, 1998, differences in singular and plural forms
1371	of words.
1372	(6) The division may not approve for filing a name that implies that a limited liability
1373	company is an agency of this state or any of the state's political subdivisions, if the limited
1374	liability company is not actually such a legally established agency or subdivision.
1375	(7) The authorization to file a certificate under or to reserve or register a limited
1376	liability company name as granted by the division does not:
1377	(a) abrogate or limit the law governing unfair competition or unfair trade practices;
1378	(b) derogate from the common law, the principles of equity, or the statutes of this state
1379	or of the United States with respect to the right to acquire and protect names and trademarks; or
1380	(c) create an exclusive right in geographic or generic terms contained within a name.
1381	(8) The name of a limited liability company or foreign limited liability company may
1382	not contain:
1383	(a) the term:
1384	(i) "association";
1385	(ii) "corporation";
1386	(iii) "incorporated";
1387	(iv) "partnership";
1388	(v) "limited partnership"; or
1389	(vi) "L.P.";
1390	(b) any word or abbreviation that is of like import to the words listed in Subsection
1391	(8)(a);

1392	(c) without the written consent of the United States Olympic Committee, the words:
1393	(i) "Olympic";
1394	(ii) "Olympiad"; or
1395	(iii) "Citius Altius Fortius"; <u>or</u>
1396	[(d) without the written consent of the Division of Consumer Protection issued in
1397	accordance with Section 13-34-114 the words:]
1398	[(i) "university";]
1399	[(ii) "college"; or]
1400	[(iii) "institute" or "institution"; or]
1401	$\left[\frac{(e)}{(d)}\right]$ for a limited liability company that changes the limited liability company's
1402	name or is formed on or after May 4, 2022, the number sequence "911."
1403	(9) (a) A person, other than a company formed under this chapter or a foreign company
1404	authorized to transact business in this state, may not use in the person's name in this state the
1405	term:
1406	(i) "limited liability company";
1407	(ii) "limited company";
1408	(iii) "L.L.C.";
1409	(iv) "L.C.";
1410	(v) "LLC"; or
1411	(vi) "LC".
1412	(b) Notwithstanding Subsection (2)(a):
1413	(i) a foreign corporation whose actual name includes the term "limited" or "Ltd." may
1414	use the foreign corporation's actual name in this state if the foreign corporation also uses:
1415	(A) "corporation" or "corp."; or
1416	(B) "incorporated" or "Inc."; and
1417	(ii) a limited liability partnership may use in the limited liability partnership's name the
1418	term:
1419	(A) "limited liability partnership";
1420	(B) "L.L.P."; or
1421	(C) "LLP".
1422	Section 30. Repealer.

1423	This bill repeals:
1424	Section 13-34-114, Consent to use of educational terms in business names.
1425	Section 13-34a-101, Title.
1426	Section 13-34a-102, Definitions.
1427	Section 13-34a-103, Duties of the division.
1428	Section 13-34a-104, Authority to execute interstate reciprocity agreement
1429	Rulemaking.
1430	Section 13-34a-201, Title.
1431	Section 13-34a-202, State authorization Certificate of postsecondary state
1432	authorization.
1433	Section 13-34a-203, Nonprofit postsecondary school Procedure to obtain
1434	certificate of postsecondary state authorization.
1435	Section 13-34a-204, Postsecondary school Procedure to obtain certificate of
1436	postsecondary state authorization.
1437	Section 13-34a-205, Background checks.
1438	Section 13-34a-206, Complaints Information for students and prospective
1439	students.
1440	Section 13-34a-207, Discontinuance of operations.
1441	Section 13-34a-301, Title.
1442	Section 13-34a-302, Denial, suspension, or revocation of certificate of
1443	postsecondary state authorization.
1444	Section 13-34a-303, Right to rescind.
1445	Section 13-34a-304, Violations.
1446	Section 13-34a-305, Enforcement.
1447	Section 13-34a-306, Penalties.
1448	Section 31. Effective date.

1449 <u>This bill takes effect on January 1, 2024.</u>