

**UPDATED SUMMARY
HOUSE BILL 16-1329**

Second Regular Session - Seventieth Colorado General Assembly

This summary applies to the reengrossed version of this bill as introduced in the second house. It does not reflect any amendments that may be subsequently adopted. This summary reflects only the main points of the legislation.

Section 1 of the bill deletes the requirement that a partner's contribution to a limited liability company is a prerequisite to become a member of the company. **Section 2** clarifies that the tax status of a limited liability company does not affect the immunity of a member of the company from liability for the company's acts. **Section 3** limits the applicability of the statute of frauds, which requires certain contracts to be written to be enforceable, to operating agreements for limited liability companies. **Section 4** reconciles the various partnership and limited liability company acts regarding compensation of a partner for services performed during the windup of the entity's affairs.

Italicized words indicate new material added to the original summary; dashes through words indicate deletions from the original summary.
Prepared by the Office of Legislative Legal Services.