

Subject Regulation of Bullion Product Dealers

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Overview

This bill makes changes to the chapter of law governing the registration of bullion product dealers. The majority of changes relate to what type of transactions require a dealer to be registered.

Summary

Section	Description
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| 1 | Dealer.
States that a “dealer” is a person who buys, sells, solicits, or markets bullion products to consumers and conducts transactions in Minnesota. Deletes an exception to registration as a dealer for persons who engage in 12 or less trade shows per year in this state. |
| 2 | Minnesota transaction.
Defines “Minnesota transaction” to mean a bullion product transaction that meets certain requirements. |
| 3 | Registration required.
Prohibits a dealer from conducting a Minnesota transaction without being registered under this chapter. |
| 4 | Notice of change in registration information.
Makes technical change to note that only registered dealers must comply with this subdivision. |
| 5 | Dealer responsibility for actions of dealer representatives.
Allows the commissioner to take action against dealers conducting Minnesota transactions. |

Section	Description
6	Dealer registration precluded. Makes technical change.
7	Screening process required. Makes technical change to note that only registered dealers must comply with this subdivision.
8	Surety bond requirement. (a) Requires dealers to maintain a surety bond in a certain amount, based on their Minnesota transactions during the 12-month period prior to registration. (b) Sets the minimum Minnesota transaction amount to require a surety bond at \$25,000 in the preceding 12 months.
9	Action on bond permitted. Clarifies only consumers involved in a Minnesota transaction can recover under this subdivision.
10	Sales practices. Makes technical changes.
11	Notification to commissioner. Makes technical change to note that only registered dealers must comply with this section.



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