

Effective 7/1/2014

32B-8a-501 License not to be pledged as security -- Prohibited transfers.

- (1) A retail licensee may not enter into any agreement under which the retail licensee pledges the retail license as security for a loan or as security for the fulfillment of any agreement.
- (2) A retail licensee may not transfer a retail license if the transfer is to:
 - (a) satisfy a loan or to fulfill an agreement entered into more than 90 days preceding the date on which the transfer application is filed;
 - (b) gain or establish a preference to or for any creditor of the transferor, except as provided by Section 32B-8a-202; or
 - (c) defraud or injure a creditor of the transferor.
- (3) A retail licensee may not transfer a retail license except in accordance with this chapter.

Revisor instructions Chapter 349, 2013 General Session

Enacted by Chapter 334, 2011 General Session