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# State of Colorado

EXECUTIVE CHAMBERS

DENVER

RICHARD D. LAMM  
Governor

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## EXECUTIVE ORDER

WHEREAS, from about February 1979 to February 1980, the Stanley Hotel, Inc., Stanley Vacation Club and other related corporations were involved in the sale of vacation license agreements at the Stanley Hotel in Estes Park, Colorado;

WHEREAS, approximately 9 million dollars in vacation license agreements were sold during that period of time, and approximately 5.5 million dollars were received by said corporations pursuant to the vacation license agreements;

WHEREAS, the services promised to consumers to be delivered by the corporations, namely the use of certain condominium facilities at the Stanley Hotel for a period of 20 years, have not been delivered to consumers as promised;

WHEREAS, most of the funds paid to the corporations were paid by some 1,900 consumers, many of whom are Colorado citizens;

WHEREAS, the attorney general of the State of Colorado has been investigating the practices of said corporations for approximately one year, pursuant to his powers under the Colorado Consumer Protection Act, C.R.S. 1973, 6-1-101, et seq.;

WHEREAS, the attorney general has alleged that various Stanley corporations and individuals have engaged in deceptive trade practices in the sale of said vacation license agreements, and filed suit under the Colorado Consumer Protection Act in the District Court in and for Larimer County (Civil Action No. 79-CV-665) on August 3, 1979;

WHEREAS, a consent judgment in that case was entered by District Judge John-David Sullivan on April 3, 1980;

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WHEREAS, Stanley Hotel, Inc. and other related corporations filed a chapter 11 petition for reorganization in the United States Bankruptcy Court for the District of Colorado on May 5, 1980 (Case No. 80-B-0174M);

WHEREAS, the attorney general of the State of Colorado has been enjoined by the bankruptcy court from proceeding against the debtor corporations in state court; and

WHEREAS, it appears that the best interests of the People of the State of Colorado require that the attorney general take vigorous action by participating in the corporations' bankruptcy proceedings in order to protect the public interest of the State of Colorado and the interests of injured consumers;

NOW, THEREFORE, under and pursuant to the authority vested in me by title 24, article 31, section 101, of the Colorado Revised Statutes, 1973, as amended, I, RICHARD D. LAMM, Governor of the State of Colorado, do hereby require you, the attorney general of the State of Colorado, to investigate and participate actively in any actions related to the corporations and individuals involved in the sale of vacation license agreements at the Stanley Hotel, and to take any and all action necessary, including, but not limited to participation in case No. 80-B-0174M and other related bankruptcy proceedings, to protect the public interest of the State of Colorado and of any persons who purchased vacation license agreements from Stanley Hotel, Inc., Stanley Vacation Club, Inc., or any related companies, their officers, agents, and employees.

DONE in executive chambers this 16th day of June, 1980.



A handwritten signature in dark ink, appearing to read "R. D. Lamm", written over a horizontal dashed line.

RICHARD D. LAMM  
Governor  
State of Colorado

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