First Regular Session Seventy-fifth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 25-0899.01 Christy Chase x2008

HOUSE BILL 25-1327

HOUSE SPONSORSHIP

Sirota and Froelich,

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House Committees

101

Senate Committees

State, Civic, Military, & Veterans Affairs

A BILL FOR AN ACT

CONCERNING MODIFICATIONS TO PROCESSES FOR STATEWIDE BALLOT

102 MEASURES.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

Under current law, proponents seeking to place an initiated measure on the ballot are required to submit certain documents with the secretary of state in order for the title board to consider the measure at a title setting hearing. **Section 1** of the bill requires that when proponents submit 5 or more drafts within the same initiative cycle, with at least one of the same designated representatives of proponents, and on the same

subject matter, the proponents also submit a chart describing or otherwise visually demonstrating the differences between the drafts.

Section 2 requires the director of research of the legislative council of the general assembly (director), when preparing an estimate of an initiated proposed tax increase's fiscal impact if enacted, to include an estimate of the maximum dollar amount of the change in state and local government revenue and fiscal year spending, as defined in the state constitution, for the first and, if phased in, final full fiscal year of the proposed tax increase.

Section 3 requires that the title board, when setting a title for a ballot measure:

- Indicate in the title whether the proposed law modifies, extends, or repeals existing law or creates new law; and
- For measures that propose a tax increase, use the estimate of the maximum dollar amount of the change in state and local government revenue and fiscal year spending for the first or, if phased in, final full fiscal year of the proposed tax increase.

Section 3 also requires the title board to hold its last meeting no later than the first Wednesday in April rather than the third Wednesday in April, thereby requiring proponents of an initiative to submit drafts to the title board 2 weeks earlier than is required under current law. In connection with the changes to when the title board holds its last meeting, section 4 requires the title board to hear motions for rehearing on measures considered at its last meeting that will be voted on that year at a meeting held on the third Wednesday in April, rather than within 48 hours after the last title board meeting. Additionally, section 4 requires motions for rehearing to be filed with the title board by 5 p.m. on the seventh day following the title board's decision that is the subject of the motion.

Section 5 requires that, with regard to the petition circulation process for statewide ballot measures, a designated representative for the proponents notify the secretary of state when an initiative or referendum petition that is being circulated has received 25%, 50%, and 75% of the required number of signatures and when any petition is no longer being actively circulated. Section 5 allows the secretary of state to impose a fine on any designated representative who does not comply with these reporting requirements; except that the fine cannot exceed \$1,500. Section 5 also requires the secretary of state to post on the secretary of state's website a list of any initiative or referendum petitions that have received 25%, 50%, and 75% of the required number of signatures for the petition and a list of any petitions that are no longer being actively circulated.

Section 6 requires the director to prepare for the ballot information booklet for a proposed tax increase estimates of both the maximum dollar

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amount of the change in state and local government revenue and fiscal year spending, as defined in the state constitution, for the first full fiscal year of the proposed tax increase and state and local government fiscal year spending, as defined in the state constitution, without the proposed tax increase.

Section 7 requires the fiscal note for any legislative measure that includes a proposed tax increase to include the maximum dollar amount of the change in state and local government revenue for the first and, if phased in, final full fiscal year of the proposed tax increase and also requires relevant ballot questions for any legislative measure that includes a proposed tax increase to include the estimate of the maximum dollar amount of the change in state and local government revenue for the first or, if phased in, final full fiscal year of the proposed tax increase.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 1-40-105, amend (4) 3 as follows: 4 1-40-105. Filing procedure - review and comment meeting -5 amendments - filing with secretary of state - definition. 6 (4) (a) (I) After the review and comment meeting provided in subsections 7 (1) and (2) of this section, IF THE PROPONENTS CHOOSE TO SUBMIT THE 8 INITIATIVE PETITION DRAFT TO THE SECRETARY OF STATE FOR TITLE 9 SETTING, THE PROPONENTS MUST SUBMIT TO THE SECRETARY OF STATE: 10 (A) A copy of the original typewritten draft submitted to the 11 directors of the legislative council and the office of legislative legal 12 services; 13 (B) A copy of the amended draft with changes highlighted or otherwise indicated, if any amendments were made following the last 14 15 review and comment meeting conducted pursuant to subsections (1) and 16 (2) of this section; and 17 (C) An original final draft that gives the final language for 18 printing. shall be submitted

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| 1 | (II) THE PROPONENTS SHALL NOT SUBMIT to the Secretary of state |
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| 2 | without any title, submission clause, or ballot title providing the |
| 3 | designation by which the voters shall ARE TO express their choice for or |
| 4 | against the proposed law or constitutional amendment. |
| 5 | (b) (I) IN ADDITION TO THE REQUIREMENTS SET FORTH IN |
| 6 | SUBSECTION (4)(a) OF THIS SECTION, IF, WITHIN THE SAME INITIATIVE |
| 7 | CYCLE, THE PROPONENTS SUBMIT TO THE SECRETARY OF STATE FIVE OR |
| 8 | MORE DRAFTS CONCERNING THE SAME SUBJECT MATTER AND WITH ONE |
| 9 | DESIGNATED REPRESENTATIVE WHO IS THE SAME FOR ALL DRAFTS, THE |
| 10 | PROPONENTS MUST ALSO SUBMIT, AT THE SAME TIME THE PROPONENTS |
| 11 | SUBMIT THE MATERIALS REQUIRED BY SUBSECTION (4)(a) OF THIS SECTION, |
| 12 | A CHART THAT DESCRIBES OR OTHERWISE VISUALLY DEMONSTRATES THE |
| 13 | DIFFERENCES BETWEEN EACH OF THE DRAFTS. |
| 14 | (II) AS USED IN THIS SUBSECTION (4)(b), "INITIATIVE CYCLE" |
| 15 | MEANS THE PERIOD BEGINNING WITH THE DATE THAT IS THE TWELFTH DAY |
| 16 | BEFORE THE FIRST WEDNESDAY IN DECEMBER FOLLOWING A GENERAL |
| 17 | ELECTION AND ENDING WITH THE DATE THAT IS THE THIRD WEDNESDAY |
| 18 | IN APRIL IN THE YEAR IN WHICH THE MEASURE IS TO BE VOTED ON. |
| 19 | SECTION 2. In Colorado Revised Statutes, 1-40-105.5, amend |
| 20 | (1.5)(a)(I) as follows: |
| 21 | 1-40-105.5. Initial fiscal impact statement - fiscal summary - |
| 22 | definition. (1.5) (a) For every initiated measure properly submitted to the |
| 23 | title board, the director shall prepare a fiscal summary that consists of the |
| 24 | following information: |
| 25 | (I) (A) A description of the measure's fiscal impact, including a |
| 26 | preliminary estimate of any change in state and local government |
| 27 | revenues, expenditures, taxes, or fiscal liabilities if implemented; AND |

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| 1 | (B) FOR A MEASURE THAT PROPOSES A TAX INCREASE, THE |
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| 2 | DIRECTOR SHALL INCLUDE IN THE DESCRIPTION OF THE MEASURE'S FISCAL |
| 3 | IMPACT A PRELIMINARY ESTIMATE OF THE MAXIMUM DOLLAR AMOUNT OF |
| 4 | THE CHANGE IN STATE AND LOCAL GOVERNMENT REVENUE AND FISCAL |
| 5 | YEAR SPENDING, AS DEFINED IN SECTION 20 (2)(e) OF ARTICLE X OF THE |
| 6 | STATE CONSTITUTION, FOR THE FIRST AND, IF PHASED IN, FINAL FULL |
| 7 | FISCAL YEAR OF THE PROPOSED TAX INCREASE; |
| 8 | SECTION 3. In Colorado Revised Statutes, 1-40-106, amend (1), |
| 9 | (3)(c), and (3)(g) as follows: |
| 10 | 1-40-106. Title board - meetings - ballot title - initiative and |
| 11 | referendum - definitions - rules. (1) For ballot issues, beginning with |
| 12 | the first submission of a draft after an election, the secretary of state shall |
| 13 | convene a title board consisting of the secretary of state, the attorney |
| 14 | general, and the director of the office of legislative legal services or their |
| 15 | designees. The title board, by majority vote, shall proceed to designate |
| 16 | and fix a proper fair title for each proposed law or constitutional |
| 17 | amendment, together with a submission clause, at public meetings to be |
| 18 | held at the hour determined by the title board on the first and third |
| 19 | Wednesdays of each month in which a draft or a motion for |
| 20 | reconsideration has been submitted to the secretary of state. To be |
| 21 | considered at such meeting, a draft shall be submitted THE PROPONENTS |
| 22 | MUST SUBMIT THE DRAFT to the secretary of state no later than 3 p.m. on |
| 23 | the twelfth day before the meeting at which THE TITLE BOARD WILL |
| 24 | CONSIDER the draft, is to be considered by the title board, and the |
| 25 | designated representatives of the proponents must comply with the |
| 26 | requirements of subsection (4) of this section. The TITLE BOARD MUST |
| 27 | HOLD ITS first meeting of the title board shall be held no sooner than the |

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first Wednesday in December after an election, and the TITLE BOARD MUST HOLD ITS last meeting shall be held no later than the third FIRST Wednesday in April in the year in which the measure is to be voted on.

- (3) (c) (I) In order to avoid confusion between a proposition and an amendment, as such terms are used in section 1-5-407 (5)(b), the title board shall describe a proposition in a ballot title as a "change to the Colorado Revised Statutes" and an amendment as an "amendment to the Colorado constitution".
- (II) THE TITLE BOARD SHALL INDICATE IN THE BALLOT TITLE WHETHER THE CHANGE TO THE COLORADO REVISED STATUTES OR AMENDMENT TO THE COLORADO CONSTITUTION MODIFIES, EXTENDS, OR REPEALS EXISTING LAW OR CREATES NEW LAW.
- (g) (I) For measures that increase tax revenue for any district through a tax change and specify the public services to be funded by the increased revenue, after the language required by section 20 (3)(c) of article X of the state constitution, the ballot title shall state "in order to increase or improve levels of public services, including but not limited to (the public service specified in the measure)...". For measures that increase tax revenue for any district through a tax change and do not specify the public services to be funded by the increased revenue, after the language required by section 20 (3)(c) of article X of the state constitution, the ballot title shall state "in order to increase or improve levels of public services...".
- (II) FOR MEASURES THAT PROPOSE A TAX INCREASE, FOR PURPOSES OF COMPLYING WITH SECTION 20 (3)(c) OF ARTICLE X OF THE STATE CONSTITUTION, THE TITLE BOARD SHALL RELY ON THE PRELIMINARY ESTIMATE OF THE MAXIMUM DOLLAR AMOUNT OF THE CHANGE IN STATE

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| 1 | AND LOCAL GOVERNMENT REVENUE FOR THE FIRST OR, IF PHASED IN, FINAL |
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| 2 | FULL FISCAL YEAR OF THE PROPOSED TAX INCREASE DETERMINED |
| 3 | PURSUANT TO SECTION 1-40-105.5 (1.5)(a)(I)(B). |
| 4 | (III) The estimates reflected in the ballot title shall not be |
| 5 | interpreted as restrictions of a district's budgeting process. |
| 6 | SECTION 4. In Colorado Revised Statutes, 1-40-107, amend |
| 7 | (1)(a)(I) and $(1)(c)$ as follows: |
| 8 | 1-40-107. Rehearing - appeal - fees - signing. (1) (a) (I) Any |
| 9 | person presenting an initiative petition or any registered elector who is not |
| 10 | satisfied with a decision of the title board with respect to whether a |
| 11 | petition contains more than a single subject pursuant to section |
| 12 | 1-40-106.5, or who is not satisfied with the titles TITLE and submission |
| 13 | clause provided by the title board and who claims that they are unfair or |
| 14 | that they do not fairly express the true meaning and intent of the proposed |
| 15 | state law or constitutional amendment may file a motion for a rehearing |
| 16 | with the secretary of state within seven days NO LATER THAN 5 P.M. ON |
| 17 | THE SEVENTH DAY after the decision is made or the titles TITLE and |
| 18 | submission clause are set. |
| 19 | (c) (I) (A) The EXCEPT AS PROVIDED IN SUBSECTIONS (1)(c)(I)(B) |
| 20 | AND(1)(c)(I)(C) OF THIS SECTION, THE TITLE BOARD SHALL HEAR A motion |
| 21 | for rehearing shall be heard at the next regularly scheduled meeting of the |
| 22 | title board. |
| 23 | (B) except that, If the title board is unable to complete action on |
| 24 | all matters MOTIONS FOR REHEARING scheduled for that day AT THE TITLE |
| 25 | BOARD'S NEXT REGULARLY SCHEDULE MEETING, THE TITLE BOARD MAY |
| 26 | CONTINUE consideration of any motion for rehearing may be continued to |
| 27 | the next available day. and except that, |

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| (C) If the titles TITLE BOARD DECISION WAS MADE AT OR THE TITLE |
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| and submission clause protested were set at the $\frac{1}{1}$ meeting on the first |
| WEDNESDAY in April IN THE YEAR IN WHICH THE MEASURE WILL BE |
| VOTED ON, the TITLE BOARD SHALL HEAR THE motion shall be heard |
| within forty-eight hours after the expiration of the seven-day period for |
| the filing of such motions ON THE THIRD WEDNESDAY IN APRIL. |
| (II) The decision of the title board on any motion for rehearing |
| shall be final, except as provided in subsection (2) of this section, and no |
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SECTION 5. In Colorado Revised Statutes, 1-40-111, **amend** (1) as follows:

further motion for rehearing may be filed or considered by the title board.

1-40-111. Notice of circulation - signatures - affidavits **notarization - list of circulators and notaries.** (1) (a) (I) A DESIGNATED REPRESENTATIVE OF THE PROPONENTS SHALL NOTIFY THE SECRETARY OF STATE, IN THE FORM AND MANNER PRESCRIBED BY THE SECRETARY OF STATE, WHEN AN INITIATIVE OR REFERENDUM PETITION THAT IS BEING CIRCULATED HAS RECEIVED TWENTY-FIVE PERCENT, FIFTY PERCENT, AND SEVENTY-FIVE PERCENT OF THE REQUIRED NUMBER OF SIGNATURES FOR THE PETITION. IF, AT ANY POINT BEFORE THE ELECTION, ANY INITIATIVE OR REFERENDUM PETITION THAT HAS BEEN CIRCULATED BY ONE OR MORE CIRCULATORS FOR THE PURPOSE OF OBTAINING SIGNATURES FROM REGISTERED ELECTORS ELIGIBLE TO VOTE ON THE MEASURE IS NO LONGER BEING ACTIVELY CIRCULATED, A DESIGNATED REPRESENTATIVE OF THE PROPONENTS SHALL NOTIFY THE SECRETARY OF STATE, WITHIN FIVE DAYS AFTER THE CIRCULATION ACTIVITY STOPS, THAT THE PETITION IS NOT BEING ACTIVELY CIRCULATED. IF A DESIGNATED REPRESENTATIVE DOES NOT COMPLY WITH THE REQUIREMENTS OF THIS SUBSECTION (1)(a)(I); THE

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SECRETARY OF STATE MAY IMPOSE A FINE ON THE DESIGNATED REPRESENTATIVE; EXCEPT THAT THE FINE SHALL NOT EXCEED THE AMOUNT SET FORTH IN SECTION 1-40-130 (2).

- (II) THE SECRETARY OF STATE SHALL MAINTAIN AND POST ON THE SECRETARY OF STATE'S WEBSITE, AND UPDATE AS ADDITIONAL SIGNATURE INFORMATION IS REPORTED, A LIST OF ANY INITIATIVE OR REFERENDUM PETITIONS THAT HAVE RECEIVED TWENTY-FIVE PERCENT, FIFTY PERCENT, AND SEVENTY-FIVE PERCENT OF THE REQUIRED NUMBER OF SIGNATURES FOR THE PETITION, AS REPORTED IN ACCORDANCE WITH SUBSECTION (1)(a)(I) OF THIS SECTION AND SHALL MAINTAIN AND POST A LIST OF ANY INITIATIVE OR REFERENDUM PETITION THAT IS NO LONGER BEING ACTIVELY CIRCULATED.
- (b) Any initiative or referendum petition shall be signed only by registered electors who are eligible to vote on the measure. Each registered elector shall sign his or her THEIR own signature and shall print his or her THEIR name, the address at which he or she resides THEY RESIDE, including the street number and name, the city and town, the county, and the date of signing. THE CIRCULATOR OF A PETITION SHALL ENCOURAGE each registered elector signing a petition shall be encouraged by the circulator of the petition to sign the petition in ink. In the event a registered elector is physically disabled A PERSON WITH A PHYSICAL DISABILITY or is illiterate A PERSON WHO IS UNABLE TO READ OR WRITE and THE REGISTERED ELECTOR wishes to sign the petition, the elector shall sign or make his or her THEIR mark in the space so provided. Any person, but not OTHER THAN a circulator, may assist the disabled or illiterate elector WHO HAS A PHYSICAL DISABILITY OR WHO IS UNABLE TO READ OR WRITE in completing the remaining information required by this

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| 1 | subsection (1). The person providing assistance shall sign his or her THEIR |
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| 2 | name and address and shall state that such assistance was given to the |
| 3 | disabled or illiterate elector WHO HAS A PHYSICAL DISABILITY OR WHO IS |
| 4 | UNABLE TO READ OR WRITE. |
| 5 | SECTION 6. In Colorado Revised Statutes, 1-40-124.5, amend |
| 6 | (1.5); and add (1)(e) as follows: |
| 7 | 1-40-124.5. Ballot information booklet. (1) (e) WHEN |
| 8 | PREPARING THE FISCAL IMPACT STATEMENT REQUIRED BY THIS |
| 9 | SUBSECTION (1) FOR A MEASURE THAT INCLUDES A PROPOSED TAX |
| 10 | INCREASE, THE DIRECTOR OF RESEARCH OF THE LEGISLATIVE COUNCIL OF |
| 11 | THE GENERAL ASSEMBLY SHALL, PURSUANT TO SECTION 20 (3)(b)(III) OF |
| 12 | ARTICLE \overline{X} OF THE STATE CONSTITUTION, INCLUDE AN ESTIMATE OF THE |
| 13 | MAXIMUM DOLLAR AMOUNT OF BOTH: |
| 14 | (I) THE CHANGE IN STATE AND LOCAL GOVERNMENT REVENUE AND |
| 15 | FISCAL YEAR SPENDING, AS DEFINED IN SECTION $20(2)(e)$ OF ARTICLE \overline{X} OF |
| 16 | THE STATE CONSTITUTION, FOR THE FIRST FULL FISCAL YEAR OF THE |
| 17 | PROPOSED TAX INCREASE; AND |
| 18 | (II) STATE AND LOCAL GOVERNMENT FISCAL YEAR SPENDING, AS |
| 19 | DEFINED IN SECTION $20(2)(e)$ OF ARTICLE \overline{X} OF THE STATE CONSTITUTION |
| 20 | WITHOUT THE PROPOSED TAX INCREASE. |
| 21 | (1.5) The executive committee of the legislative council of the |
| 22 | general assembly shall be IS responsible for providing the fiscal |
| 23 | information on any ballot issue that must be included in the ballot |
| 24 | information booklet pursuant to section 1 (7.5)(c) of article V of the state |
| 25 | constitution AND SHALL CONSIDER THE FISCAL IMPACT STATEMENT |
| 26 | REQUIRED BY SUBSECTION (1) OF THIS SECTION IN DOING SO. |
| 2.7 | SECTION 7. In Colorado Revised Statutes, 2-2-322, add (6) as |

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| 1 | follows: |
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| 2 | 2-2-322. Fiscal notes - repeal. (6) (a) The fiscal note for any |
| 3 | LEGISLATIVE MEASURE THAT INCLUDES A PROPOSED TAX INCREASE SHALL |
| 4 | INCLUDE, IN ADDITION TO THE OTHER INFORMATION REQUIRED PURSUANT |
| 5 | TO THIS SECTION, AN ESTIMATE OF THE MAXIMUM DOLLAR AMOUNT OF THE |
| 6 | CHANGE IN STATE AND LOCAL GOVERNMENT REVENUE FOR THE FIRST AND, |
| 7 | IF PHASED IN, FINAL FULL FISCAL YEAR OF THE PROPOSED TAX INCREASE. |
| 8 | (b) The ballot question submitted to the registered |
| 9 | ELECTORS OF THE STATE IN CONNECTION WITH A PROPOSED TAX INCREASE |
| 10 | IN A LEGISLATIVE MEASURE SHALL INCLUDE THE MAXIMUM DOLLAR |
| 11 | AMOUNT OF THE CHANGE IN STATE AND LOCAL GOVERNMENT REVENUE |
| 12 | FOR THE FIRST OR, IF PHASED IN, FINAL FULL FISCAL YEAR OF THE |
| 13 | PROPOSED TAX INCREASE AS DETERMINED PURSUANT TO SUBSECTION |
| 14 | (6)(a) OF THIS SECTION. |
| 15 | SECTION 8. Applicability. (1) Sections 1, 2, 3, 4, and 6 of this |
| 16 | act apply to drafts that are submitted on or after the effective date of this |
| 17 | act. |
| 18 | (2) Section 5 of this act applies to initiative or referendum |
| 19 | petitions for which circulation begins on or after the effective date of this |
| 20 | act. |
| 21 | (3) Section 7 of this act applies to any legislative measures that are |
| 22 | placed on a ballot on or after the effective date of this act. |
| 23 | SECTION 9. Safety clause. The general assembly finds, |
| 24 | determines, and declares that this act is necessary for the immediate |
| 25 | preservation of the public peace, health, or safety or for appropriations for |
| 26 | the support and maintenance of the departments of the state and state |
| 27 | institutions. |

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