A BILL FOR AN ACT

CONCERNING THE MODIFICATION OF FISCAL INFORMATION PREPARED
BY LEGISLATIVE COUNCIL STAFF RELATED TO AN INITIATED
MEASURE.

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.)

Currently, the director of research of the legislative council (director) is required to prepare a fiscal impact statement for every initiative that is submitted to the title board. An abstract of this information is required to be included on a petition section that is circulated for signatures. Section 2 of the bill modifies this process by:

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment. Capital letters or bold & italic numbers indicate new material to be added to existing statute. Dashes through the words indicate deletions from existing statute.
Requiring the director to prepare a fiscal summary that will appear on a petition section instead of an abstract;

Specifying that the fiscal summary must include a qualitative description about the measure's impact on state and local government revenues, expenditures, taxes, or fiscal liabilities and of the economic impacts of the measure;

Requiring the director to provide the fiscal summary when a measure is submitted to the title board;

Requiring the director to only prepare the fiscal impact statement, which will not include an abstract, for those initiated measures for which the secretary of state has approved a petition section; and

Requiring the fiscal impact statement to be finished 14 days after the petition section was approved.

Section 3 allows a proponent or registered elector to challenge a fiscal summary at a rehearing by the title board and the Colorado supreme court in the same manner as abstracts are challenged. Section 5 requires the secretary of state to notify the director that a petition section for an initiative has been approved.

Sections 1, 4, and 6 include conforming amendments related to the fiscal summary replacing the abstract.

Be it enacted by the General Assembly of the State of Colorado:

SECTION 1. In Colorado Revised Statutes, 1-40-102, amend the introductory portion and (6) as follows:

1-40-102. Definitions. As used in this article ARTICLE 40, unless the context otherwise requires:

(6) "Section" means a bound compilation of initiative forms approved by the secretary of state, which shall include pages that contain the warning required by section 1-40-110 (1), the ballot title, the abstract FISCAL SUMMARY required by section 1-40-110 (3), and a copy of the proposed measure; succeeding pages that contain the warning, the ballot title, and ruled lines numbered consecutively for registered electors' signatures; and a final page that contains the affidavit required by section 1-40-111 (2). Each section shall be consecutively prenumbered by the
petitioner prior to circulation.

SECTION 2. In Colorado Revised Statutes, 1-40-105.5, amend (2)(a), (2)(b), (2)(c)(II), (2)(c)(III), and (4); repeal (3); and add (1.5) as follows:

1-40-105.5. Initial fiscal impact statement - definition.

(1.5) (a) For every initiated measure properly submitted to the title board, the director shall prepare a fiscal summary that consists of the following information:

(I) A qualitative description about the measure’s impact on state and local government revenues, expenditures, taxes, or fiscal liabilities if implemented;

(II) A qualitative description of the economic impacts of the measure if implemented;

(III) Any information from the initiated measure or a description of state and local government implementation in order to provide the information required in subsection (1.5)(a)(I) or (1.5)(a)(II) of this section; and

(IV) The following statement: "The fiscal summary is prepared by the nonpartisan Director of Research of the Legislative Council. A fiscal impact statement for this initiative, which may include quantifiable data, is or will be available at www.ColoradoBlueBook.com."

(b) If an initiated measure has no fiscal impact as specified in subsection (1.5)(a)(I) or (1.5)(a)(II), then the director may include a statement that there is no fiscal impact under that provision.

(c) The director shall notify the secretary of state if the
WEBSITE FOR FISCAL SUMMARIES CHANGES, AND IN SUCH CASE, THE STATEMENT REQUIRED IN SUBSECTION (1.5)(a)(IV) MUST INCLUDE THE NEW WEBSITE.


(2) (a) FOR EVERY INITIATED MEASURE PROPERLY SUBMITTED TO THE TITLE BOARD UNDER SECTION 1-40-106, FOR WHICH THE SECRETARY OF STATE HAS APPROVED A PETITION SECTION IN ACCORDANCE WITH SECTION 1-40-113 (1)(a), THE DIRECTOR SHALL PREPARE AN INITIAL FISCAL IMPACT STATEMENT, TAKING INTO CONSIDERATION ANY FISCAL IMPACT ESTIMATE SUBMITTED BY THE DESIGNATED REPRESENTATIVES OF THE PROONENTS OR OTHER INTERESTED PERSON THAT IS SUBMITTED IN ACCORDANCE WITH PARAGRAPH (b) OF THIS SUBSECTION (2) SUBSECTION (2)(b) OF THIS SECTION, THE OFFICE OF STATE PLANNING AND BUDGETING, AND THE DEPARTMENT OF LOCAL AFFAIRS. THE DIRECTOR SHALL PROVIDE THE DESIGNATED REPRESENTATIVES OF THE PROONENTS AND THE SECRETARY OF STATE WITH A COPY OF THE FISCAL IMPACT STATEMENT NO LATER THAN THE TIME OF THE TITLE BOARD MEETING AT WHICH THE PROPOSED INITIATED MEASURE IS TO BE CONSIDERED. THE TITLE BOARD SHALL NOT CONDUCT A HEARING ON THE IMPACT STATEMENT AT THIS TITLE BOARD MEETING, AND THE DIRECTOR’S ABSTRACT THAT IS INCLUDED IN THE IMPACT STATEMENT IS FINAL, UNLESS MODIFIED IN ACCORDANCE WITH SECTION 1-40-107. FOURTEEN DAYS AFTER THE PETITION SECTION WAS
APPROVED. The director shall also post the FISCAL IMPACT statement on
the legislative council staff website on the same day that it is provided to
the designated representatives of the proponents. THE FISCAL IMPACT
STATEMENT IS NOT SUBJECT TO REVIEW BY THE TITLE BOARD OR THE
COLORADO SUPREME COURT UNDER THIS ARTICLE 40.

(b) The designated representatives of the proponents or any other
interested person may submit a fiscal impact estimate that includes an
estimate of the effect the measure will have on state and local government
revenues, expenditures, taxes, and fiscal liabilities if it is enacted, OR A
DRAFT FISCAL SUMMARY WITH THE INFORMATION SPECIFIED IN
SUBSECTION (1.5) OF THIS SECTION. The director shall consider these
estimates and the bases thereon when preparing the initial fiscal impact
statement AND SHALL CONSIDER THE DRAFT FISCAL SUMMARY WHEN
PREPARING THE FISCAL SUMMARY.

(c) The initial fiscal impact statement must:

(II) Indicate whether there is a fiscal impact for the initiated
measure. and

(III) Include an abstract described in subsection (3) of this section:

(3) The abstract must include:

(a) An estimate of the effect the measure will have on state and
local government revenues, expenditures, taxes, and fiscal liabilities if the
measure is enacted;

(b) A statement of the measure's economic benefits for all
Coloradans;

(c) An estimate of the amount of any state and local government
recurring expenditures or fiscal liabilities if the measure is enacted;

(d) For any initiated measure that modifies the state tax laws, an
estimate, if feasible, of the impact to the average taxpayer if the measure is enacted; and

(e) The following statement: "The abstract includes estimates of the fiscal impact of the proposed initiative. If this initiative is to be placed on the ballot, legislative council staff will prepare new estimates as part of a fiscal impact statement, which includes an abstract of that information. All fiscal impact statements are available at www.ColoradoBlueBook.com and the abstract will be included in the ballot information booklet that is prepared for the initiative."

(4) The abstract FISCAL SUMMARY for a measure, as amended in accordance with section 1-40-107, must be included in a petition section as provided in section 1-40-110 (3).

SECTION 3. In Colorado Revised Statutes, 1-40-107, amend (1)(a)(II), (1)(b), (2), (4), and (5.5) as follows:

1-40-107. Rehearing - appeal - fees - signing. (1) (a) (II) The designated representatives of the proponents or any registered elector who is not satisfied with the abstract FISCAL SUMMARY prepared by the director of research of the legislative council of the general assembly in accordance with section 1-40-105.5 may file a motion for a rehearing with the secretary of state within seven days after the titles and submission clause for the initiative petition are set on the grounds that:

(A) An estimate included in the abstract is incorrect;

(B) The abstract FISCAL SUMMARY is misleading or prejudicial; or

(C) The abstract FISCAL SUMMARY does not comply with the requirements set forth in section 1-40-105.5 (3) SECTION 1-40-105.5 (1.5). (b) A motion for rehearing must be typewritten and set forth with particularity the grounds for rehearing. If the motion claims that the
petition contains more than a single subject, then the motion must, at a
minimum, include a short and plain statement of the reasons for the claim.
If the motion claims that the title and submission clause set by the title
board are unfair or that they do not fairly express the true meaning and
intent of the proposed state law or constitutional amendment, then the
motion must identify the specific wording that is challenged. If the
motion claims that an estimate in the abstract is incorrect, the motion
must include documentation that supports a different estimate. If the
motion claims that the abstract FISCAL SUMMARY is misleading or
prejudicial or does not comply with the statutory requirements, the motion
must specifically identify the specific wording that is challenged or the
requirement at issue. The title board may modify the abstract FISCAL
SUMMARY based on information presented at the rehearing. If the motion
claims that the determination of whether the petition that proposes a
constitutional amendment only repeals in whole or in part a constitutional
provision is incorrect, the motion must include a short and plain statement
of the reasons for the claim.

(2) If any person presenting or the designated representatives of
the proponents of an initiative petition for which a motion for a rehearing
is filed, any registered elector who filed a motion for a rehearing pursuant
to subsection (1) of this section, or any other registered elector who
appeared before the title board in support of or in opposition to a motion
for rehearing is not satisfied with the ruling of the title board upon the
motion, then the secretary of state shall furnish such person, upon request,
a certified copy of the petition with the titles and submission clause of the
proposed law or constitutional amendment, the abstract FISCAL SUMMARY,
or the determination whether the petition repeals in whole or in part a
constitutional provision, together with a certified copy of the motion for
rehearing and of the ruling thereon. If filed with the clerk of the supreme
court within seven days thereafter, the matter shall be disposed of
promptly, consistent with the rights of the parties, either affirming the
action of the title board or reversing it, in which latter case the court shall
remand it with instructions, pointing out where the title board is in error.

(4) No petition for any initiative measure shall be circulated nor
any signature thereto have any force or effect which has been signed
before the titles and submission clause have been fixed and determined
as provided in section 1-40-106 and this section, or before the abstract
FISCAL SUMMARY has been fixed and determined as provided in section
1-40-105.5 and this section.

(5.5) If the title board modifies the abstract FISCAL SUMMARY
pursuant to this section, the secretary of state shall provide the director of
research of the legislative council of the general assembly with a copy of
the amended abstract FISCAL SUMMARY, and the director shall post the
new version of the abstract FISCAL SUMMARY on the legislative council
website.

SECTION 4. In Colorado Revised Statutes, 1-40-110, amend (1)
and (3) as follows:

1-40-110. Warning - ballot title. (1) At the top of each page of
every initiative or referendum petition section shall be printed, in a form
as prescribed by the secretary of state, the following:

WARNING:

IT IS AGAINST THE LAW:

For anyone to sign any initiative or referendum petition
with any name other than his or her own or to
knowingly sign his or her name more than once for the
same measure or to knowingly sign a petition when not
a registered elector who is eligible to vote on the
measure.
DO NOT SIGN THIS PETITION UNLESS YOU ARE
A REGISTERED ELECTOR AND ELIGIBLE TO
VOTE ON THIS MEASURE. TO BE A REGISTERED
ELECTOR, YOU MUST BE A CITIZEN OF
COLORADO AND REGISTERED TO VOTE.

Before signing this petition, you are encouraged to read
the text or the title of the proposed initiative or referred
measure. YOU ARE ALSO ENCOURAGED TO READ
THE ABSTRACT OF THE INITIAL FISCAL
IMPACT STATEMENT THAT IS INCLUDED AT
THE BEGINNING OF THIS PETITION.

YOU ARE ALSO ENCOURAGED TO READ THE FISCAL
SUMMARY THAT IS INCLUDED AT THE BEGINNING OF THIS
PETITION.

By signing this petition, you are indicating that you
want this measure to be included on the ballot as a
proposed change to the (Colorado
constitution/Colorado Revised Statutes). If a sufficient
number of registered electors sign this petition, this
measure will appear on the ballot at the November
(year) election.

(3) For a petition section for a measure to be valid, the abstract
FISCAL SUMMARY prepared in accordance with section 1-40-105.5 (3)
must be printed on the first page of an initiative petition section.

SECTION 5. In Colorado Revised Statutes, 1-40-113, add (1)(d)
as follows:

1-40-113. Form - representatives of signers. (1) (d) The
SECRETARY OF STATE SHALL NOTIFY THE DIRECTOR OF RESEARCH OF THE
LEGISLATIVE COUNCIL AT THE TIME A PETITION IS APPROVED PURSUANT TO
(1)(a) OF THIS SECTION.

SECTION 6. In Colorado Revised Statutes, 24-6-301, amend
(3.5)(a)(II.5) as follows:

24-6-301. Definitions - legislative declaration. As used in this
part 3, unless the context otherwise requires:

(3.5) (a) "Lobbying" means communicating directly, or soliciting
others to communicate, with a covered official for the purpose of aiding
in or influencing:

(II.5) The preparation of a FISCAL SUMMARY OR an initial fiscal
impact statement required by section 1-40-105.5. C.R.S.;

SECTION 7. Act subject to petition - effective date -
applicability. (1) This act takes effect November 1, 2020; except that,
if a referendum petition is filed pursuant to section 1 (3) of article V of
the state constitution against this act or an item, section, or part of this act
within the ninety-day period after final adjournment of the general
assembly, then the act, item, section, or part will not take effect unless
approved by the people at the general election to be held in November
2022 and, in such case, will take effect on the date of the official
declaration of the vote thereon by the governor.

(2) This act applies to initiatives that are submitted for a title with
the state title board on or after the applicable effective date of this act.