SUPREME COURT OF COLORADO 2 East 14th Ave. DATE FILED: April 14, 2016 5:18 PM Denver, CO 80203 Original Proceeding Pursuant to Colo. Rev. Stat. § 1-40-107(2) Appeal from the Ballot Title Board In the Matter of the Title, Ballot Title, and Submission Clause for Proposed Initiative 2015-2016 #93 ("Threshold for Voter Approval of Initiated Constitutional Amendments") ▲ COURT USE ONLY ▲ **Petitioner: Timothy Markham** v. Respondents: Greg Brophy and Dan Gibbs and Title Board: SUZANNE STAIERT; FREDERICK YARGER; and JASON **GELENDER** Attorney for Petitioner: Mark G. Grueskin, #14621 Case No. 2016SA103 RECHT KORNFELD, P.C. 1600 Stout Street, Suite 1000 Denver, CO 80202 Phone: 303-573-1900 Facsimile: 303-446-9400 Email: mark@rklawpc.com

PETITIONER'S OPENING BRIEF ON PROPOSED INITIATIVE 2015-2016 #93

CERTIFICATE OF COMPLIANCE

I hereby certify that this brief complies with all requirements of C.A.R. 28 and C.A.R. 32, including all formatting requirements set forth in these rules. Specifically, the undersigned certifies that:

-	•
The b	rief complies with C.A.R. 28(g).
	Choose one:
	☐ It containswords.
	X It does not exceed 30 pages.
The b	rief complies with C.A.R. 28(k).
	X For the party raising the issue:
	It contains under a separate heading (1) a concise statement of the applicable standard of appellate review with citation to authority; and (2) a citation to the precise location in the record, not to an entire document, where the issue was raised and ruled on.
	☐ For the party responding to the issue:
	It contains, under a separate heading, a statement of whether such party agrees with the opponent's statements concerning the standard of review and preservation for appeal, and if not, why not.
	nowledge that my brief may be stricken if it fails to comply with any of the rements of C.A.R. 28 and C.A.R. 32.
	s/ Mark G. Grueskin Mark G. Grueskin Attorney for Petitioner

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STATEMENT OF ISSUES PRESENTED

Whether the Title Setting Board ("Title Board" or "Board"), erred in setting a ballot title that is unfair, misleading, and does not fairly and correctly express the true meaning of the Proposed Initiative, particularly in the inclusion of the phrase "Making it more difficult to amend the Colorado constitution," which is a prohibited catch phrase and is misleading to voters.

STATEMENT OF THE CASE

A. Statement of Facts.

Proposed Initiative #93 would amend Section 1(4) of Article V of the Colorado constitution such that in order for an initiated constitutional amendment to pass, the amendment would require approval by at least fifty-five percent of the votes cast in connection with that amendment. Section 1(4) of Article V of the Colorado constitution currently requires that an initiated constitutional amendment receive only a majority of the votes cast in order to be approved.

The amendment proposed by Initiative #93 would not, however, apply to an initiated constitutional amendment that is limited to repealing, wholly or partially, any provision of the Colorado constitution.

B. Nature of the Case, Course of Proceedings, and Disposition Below.

Greg Brophy and Dan Gibbs (hereafter "Proponents") proposed Initiative 2015-2016 #93 (the "Proposed Initiative"). A review and comment hearing was

held before representatives of the Offices of Legislative Council and Legislative Legal Services. Thereafter, the Proponents submitted a final version of the Proposed Initiative to the Secretary of State for purposes of submission to the Title Board, of which the Secretary or his designee is a member.

The measure changes the required affirmative vote for approval of proposed constitutional amendments to 55% of votes cast. This increased voter margin applies to constitutional amendments that are either initiated by the voters or referred by the General Assembly. The exception to this new requirement are those ballot measures that repeal, in whole or in part, any existing provision of the Colorado constitution. *See* Proposed Article V, sec. 1(4)(b) and Article XIX, sec. 2(1)(b).

A Title Board hearing was held on March 2, 2016 to establish the Proposed Initiative's single subject and to set a title. On March 9, 2016, Petitioner filed a Motion for Rehearing, alleging that #93 contained multiple subjects and the title set was misleading, incomplete, and prejudicial, and failed to reflect the complete intent of the Proponents and the central features of the Proposed Initiative. The rehearing was held on March 16, 2016, at which time the Title Board granted in part and denied in part the Motion for Rehearing. Thereafter, the Board set the following ballot title:

Shall there be an amendment to the Colorado constitution making it more difficult to amend the Colorado constitution by increasing the percentage of

votes needed to pass a proposed constitutional amendment from a majority to at least fifty-five percent of the votes cast, unless the proposed constitutional amendment only repeals, in whole or in part, any provision of the constitution?

The Board did not, however, cure certain remaining deficiencies that were raised at the rehearing, and Petitioner timely filed a petition for review before this Court pursuant to C.R.S. § 1-40-107(2).

SUMMARY

The Proponents sought, and the Title Board agreed, language in the title that referred to "making it more difficult to amend the Colorado constitution." This phrase, while included in the text of the measure itself, was a qualitative characterization that was not essential to the title's description of the text. In fact, the phrase could be neatly excised from the title, and the title would fully and fairly describe the initiative.

The fact that the Proponents' sponsoring group had done exhaustive survey research about the political desirability of this phrase goes far to establishing it as a catch phrase that is prohibited by law. By including this phrase to generate acceptance of Initiative #93, the Title Board erred, and the title should be returned to the Board for correction.

LEGAL ARGUMENT

A. Standard of review; preservation of issue below.

Generally, the Title Board is given wide latitude in employing its discretion when setting a ballot title. *In re Title, Ballot Title and Submission Clause, and Summary for 2001-2012 No. 3*, 274 P.3d 562, 565 (Colo. 2012) ("#3"). The Board's decision must be overturned where the titles are "insufficient, unfair, or misleading." *Id.*

Specifically, a ballot title must be sufficiently clear and brief for voters to be able to understand the principal features of the measure being proposed. *In re Title, Ballot Title and Submission Clause, and Summary for 1999-200 No. 258(A)*, 4 P.3d 1094, 1098 (Colo. 2000) ("#258(A)"). The Board's chosen language for the titles falls short where it is not "fair, clear, accurate, and complete," such that the resulting title is "insufficient, unfair, or misleading." *In re Title, Ballot Title and Submission Clause for Initiative 2007-2008 #62*, 184 P.3d 52, 60 (Colo. 2008).

Ballot titles may not contain a catch phrase, language that unfairly prejudices the proposal in its favor. #258(A) at 1100. An alleged catch phrase is evaluated "in the context of contemporary political debate," id., although the way in which contemporary political debate is evaluated has not been precisely defined by the Court.

Nonetheless, the Court has identified two types of prohibited catch phrases.

One is the political slogan, a phrase that is "tailored for political campaigns – brief striking phrases for use in advertising or promotion." *Id.* The other is the phrase that does not actually describe the legal change itself but instead reflects "words that work to a proposal's favor without contributing to voter understanding." *Id.*Such a catch phrase is not "merely descriptive of the proposal" but instead provokes political emotion or impedes voter understanding. *Id.*

The Initiative Proponents, and for that matter the Title Board, cannot claim that the title language is fair merely because it was taken from the initiative's text. If the language used in the measure is a catch phrase, "the Title Board is not free to include this wording in the titles." *Id*.

This issue was preserved for review and addressed in the Motion for Rehearing, appended to the certified documents from the Secretary of State's Office that were filed with Markham's Notice of Appeal, at p. 1, ¶II.B.1.

B. The title is misleading due to the use of the catch phrase, "making it more difficult to amend the constitution."

1. The ballot title is misleading because of the use of this phrase.

The title states, "Shall there be an amendment to the Colorado constitution making it more difficult to amend the Colorado constitution by increasing the percentage of votes needed to pass a proposed constitutional amendment from a

majority to at least fifty-five percent of the votes cast...." The problematic portion of the title is the characterization that the measure "mak[es] it more difficult to amend the Colorado constitution."

This phrase, "making it more difficult to amend the Colorado constitution," was specifically advocated for inclusion in the title by the Proponents of #93 at their Title Board hearing. In fact, it was a phrase they argued as essential, first in their description of the measure's single subject and then in proposing specific language for the ballot title itself. Transcript of Hearing Before Title Setting Board on Proposed Initiative 2015-2016 #93 at 4:5-7 ("Our single subject is to make it more difficult to amend the Colorado Constitution") and 6:12-17 ("what I would propose is a simpler, more user friendly measure that would say [']an amendment to the Colorado Constitution, making it more difficult to amend the Colorado Constitution by requiring at least 55 percent of the votes cast on a constitutional amendment for it to be approved...[']") (March 2, 2016).

Yet, Proponents also were able to fully describe the measure's single subject without referring to "making it more difficult to amend the constitution." As they stated to the Title Board about the single subject, "There's only one purpose within that and that's to increase the threshold for those initiatives – for most of the initiated constitutional – initiated or referred constitutional amendments, and then there's this exception for those that only repeal." Transcript of Hearing Before

Title Setting Board on Proposed Initiative 2015-2016 #93 at 7:24-8:4 (March 2, 2016).

Had the Title Board omitted the challenged phrase altogether, the ballot title would still completely and cogently inform voters of the nature of their measure:

Shall there be an amendment to the Colorado constitution making it more difficult to amend the Colorado constitution by increasing the percentage of votes needed to pass a proposed constitutional amendment from a majority to at least fifty-five percent of the votes cast....

That statement would have been fully informative of the actual legal change effected by #93. The characterization that this change would increase the difficulty of amending the constitution therefore was an unnecessary addition to the title.

The title's qualitative characterization is directly reminiscent of #258(A).

There, the initiative proponents built into their ballot measure language to address the speed and thoroughness with which their policy goal would be met. The initiative text stated, "All children in the state's public schools shall be taught English as rapidly and effectively as possible." #258(A), supra, 4 P.3d at 1104 (emphasis added). The Title Board adopted a ballot title that began, "An amendment to the Colorado Constitution concerning English language education, and in connection therewith, requiring all children in Colorado public schools to be taught English as rapidly and effectively as possible" Id. at 1100.

In #258(A) and here, the use of a superlative to exaggerate the impact of the text of an initiative (in the first initiative, making the prospect of English immersion for certain students seem more possible, and in the second measure, making potential amendments to the constitution seem more remote) was unnecessary to accurately and fully describe the proposed change to the law. The true matters before the voters were: (1) changes to the processes of teaching an identified class of public school students; and (2) increases to the minimum voting percentage in order to amend the constitution. Neither goal needed to be characterized in order to be communicated.

To their credit, the Proponents have not veiled the fact that they have tested the desirability of language about "making it more difficult to amend the constitution." Specifically, they used "thorough quantitative and qualitative research – through polling and focus groups – to refine policy options and to help identify potential solutions that could be addressed by voters or the legislature." *Project Overview: Building a Better Colorado Final Report*, Exhibit B, attached hereto, at 2 (emphasis added). The results of this research revealed "consensus in three areas... [one being to] make it more difficult to amend the state constitution...." *Id.* Were it not clear enough, the sponsors of this measure also admitted that the "[f]indings from our work" included public backing that "We should make it more difficult to amend the state constitution." *Id.* at 7. Thus,

this phrase was included to "tip[] the substantive debate surrounding the issue to be submitted to the electorate." #258(A), supra, 4 P.3d at 1100.

This phrase is unquestionably reflected "in the context of contemporary political debate." *Id.* For example, in 2010 and 2011, the same group that backs the Proponents this year found a "consensus among the 1,400 people who attended meetings" they conducted statewide. *Building A Better Colorado Through Civic Engagement*, Exhibit A, attached hereto, at 2. That consensus included a key issue: "the ballot process should be reformed to make it more difficult to amend the constitution." *Id.* (emphasis in original). The group's process was methodical. In 2010, "these questions were posed to more than 1,200 community leaders from across the state in 12 locations," including "Is it time to make it more difficult to amend the constitution?" *Id.* at 5. The answer to that question was that a super-majority should be required for constitutional amendments. *Id.*

Where title language "characterize[s] the substance of the Initiative" and does not, in and of itself, reflect the actual textual change to the law, the title can be misleading. In the Matter of the Title, Ballot Title and Submission Clause, and Summary Pertaining to the Proposed Initiative Designated "Government Business," 875 P.2d 871, 876 (Colo. 1994). The phrase at issue here is not "an element of the Initiative" or "a legal standard commonly used in the law." In the Matter of the Title, Ballot Title and Submission Clause for 2007-2008 #62, 184

P.3d 52, 61 (Colo. 2008). Instead, the title contains "superfluous blurbs in favor of" the initiative that "serve no purpose other than to promote voter support." Rene Galindo and Jami Vigil, Language Restrictionism Revisited: The Case Against Colorado's 2000 Anti-Bilingual Education Initiative, 7 Harv. Latino L.Rev. 27, 56-57 (2004). The Board is not at liberty to use "non-operative language from the initiative in the titles" when it serves as a catch phrase. *Id.* at 57. That the Board did so here requires reversal by the Court.

CONCLUSION

The title should be returned to the Board, given that it contains a catch phrase and is misleading.

Respectfully submitted this 14th day of April, 2016.

/s Mark Grueskin

Mark G. Grueskin, #14621 RECHT KORNFELD, P.C. 1600 Stout Street, Suite 1000

Denver, CO 80202 Phone: 303-573-1900

Facsimile: 303-446-9400

Email: mark@rklawpc.com

ATTORNEY FOR PETITIONER

CERTIFICATE OF SERVICE

I, Erin Holweger, hereby affirm that a true and accurate copy of the **PETITIONER'S OPENING BRIEF** was sent this day, April 14, 2016, via ICCES to:

Grant Sullivan LeeAnn Morrill Matthew Grove Office of the Attorney General 1300 Broadway, 6th Floor Denver, CO 80203

Dee Wisor, Esq. Butler Snow LLP 1801 California Street Suite 5100 Denver, CO 80202

Chris Forsyth 3155 Ingalls St Wheat Ridge, CO 80214

<u>/s Erin Holweger</u>



and affixed the Great Seal of the State of Colorado, at the City of Denver this 12th day of April, 2016.



SECRETARY OF STATE

JILDING

COLORADO

EXHIBIT A





Building a Prosperous Colorado

Colorado's Future is a bipartisan group of community leaders whose aim is to create a prosperous economic future for the state of Colorado.

In 2005, the University of Denver's Economic Futures Panel convened to examine the state's fiscal structure. Over the course of its study, the panel identified four conditions to create a sound economic future, and improved quality of life. These include:

- An informed, flexible process for making public decisions
- A strong and effective system of representative government
- A renewal of public trust through increased government accountability
- A competitive fiscal policy based on information, shaped by an investment perspective and grounded in equity

In 2007, Colorado's Future organized to implement policy that supports these principles, with an initial emphasis on constitutional reform. Organizers recognized how recent changes to the state constitution have weakened representative government.

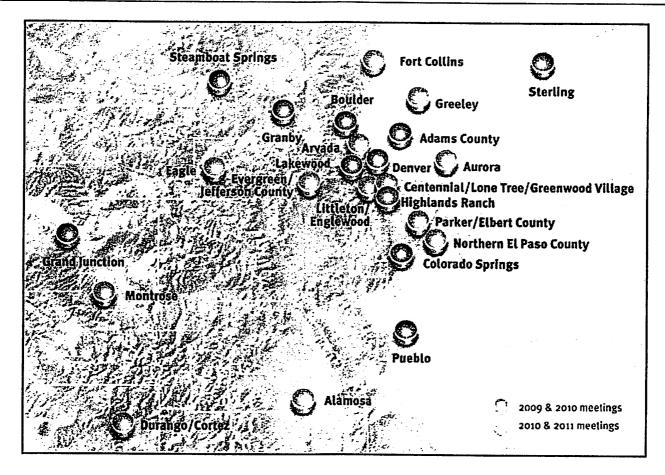
Over the last two years, Colorado's Future organizers have traveled across the state to identify civic leaders in their communities and engage them in discussions of these public policy challenges. Participants were subsequently asked to develop a consensus solution for the long-term betterment of Colorado. The consensus among the 1,400 who attended meetings was clear: While important to retain citizen initiatives to change statute, the ballot process should be reformed to make it more difficult to amend the constitution.

This consensus led to the introduction of this year's Senate Concurrent Resolution 11-001; a referred measure that would ask voters to protect the Colorado Constitution.

Colorado's Future is committed to continuing this critical conversation with community leaders and activists throughout the state. Part of this conversation will occur during 12 additional Colorado's Future-sponsored Civic Engagement meetings that will be held across the state in 2011, bringing leaders of all interests and backgrounds together to seek input and support.







Supporters across the spectrum recognize that this is not about partisan politics, it's about good governance. Making fiscal policy by initiative is a process in which oversimplification and under-analysis are the established norms, where conflicting policies and unintended consequences are the proven outcomes. Unless the structural problems in Colorado's government are addressed, dealing with urgent fiscal problems will be nearly impossible.

It's time to move beyond patchwork government and adopt fundamental reforms to help ensure Colorado's future economic vitality.

The success of Colorado's Future civic engagement meetings was made possible by its funders and sponsors including The Colorado Health Foundation, The Rose Community Foundation and the Institute on the Common Good. Since 1998, the Institute on the Common Good at Regis University has dedicated itself to programs aimed at changing the world one dialogue at a time, operating under the simple theory that through dialogue and trust building, major social change can occur. Neither liberal nor conservative in its posture, the Institute operates on the belief that a healthy society is committed to the welfare of all its members, especially those without a voice, suggesting a balance that avoids the extremes of exclusive individualism or totalitarianism.

The Institute supports a variety of initiatives that seek to increase citizen engagement in community issues and allows individuals to actively deliberate together to choose a variety of alternative paths.





Colorado's Direct Democracy: A Historical Overview

Just about every American child is taught that the rallying shout of our founding forefathers, while dumping tea into Boston Harbor, was "No taxation without representation!" The framers of the United States Constitution subsequently struggled and debated whether the U.S. should be governed by direct democracy or representative government. They ultimately decided on the latter.

As the country expanded westward, with the help of the railroads and their powerful owners, citizens in states west of the Mississippi -- including Colorado -- realized the influence that industry's special interests exerted over government. In the latter part of the 19th century, citizens began to question the wisdom of a pure representative democracy. The result was a movement to allow voters to enact laws directly via the ballot initiative process, which was formally adopted in this state in 1910.

Since then, Colorado has in place a hybrid model of state government, combining representative democracy with direct democracy. Laws enacted by the general citizenry can either be statutory or written directly into the constitution.

In early practice, the citizen initiative process was used to implement social policies, including an eight-hour workday for miners and women (passed in 1912) and to ensure for the care and treatment of the mentally ill (passed in 1916). Both of these measures were passed as statutes.

By contrast, Coloradans have been -- at least until recently -- fairly judicious when considering changes to the state constitution. In the 88 years between 1876 and 1964, voters approved 73 measures to the state's constitution.

Traditionally, voters largely left matters involving finances and the state's budget in the hands of their elected officials in the state legislature and governor's office. But beginning in 1982 and continuing over the next two decades, the citizen's initiative process has been used to adopt three substantial provisions with tremendous impact to Colorado's budget.

These initiatives, when presented individually, proved popular with voters. But combined as laws within the state constitution, they demonstrate a growing tension between representative government and direct democracy.

Is it Time to Change The Process?

The call for a citizen's initiative process first appeared on the ballot 100 years ago, and the ability to allow citizens to enact laws directly is now ingrained in Colorado politics. Since the process has marked its centennial year, it seems appropriate that Coloradans revisit the issue of the way their state is governed in the 21st century.





Colorado is one of 20 states to retain the use of its original constitution, which was adopted in 1876. In just the nine years between 1994 and 2003, the number of constitutional amendments increased 18 percent, according to a 2007 study by the University of Denver Strategic Issues Panel.

The increasing size, scope, and age of Colorado's constitution has prompted these questions:

- How do the initiatives interact with one another?
- How have they have affected the role of elected officials and government in Colorado?



• Is it time to make it more difficult to amend the constitution?

In 2010, these questions were posed to more than 1,200 community leaders from across the state in 12 locations as part of Phase I of the Colorado's Future Civic Engagement Project.

These community leaders -- from Steamboat Springs to Sterling and Colorado Springs to Boulder -- gathered to discuss the citizens initiative process and its resulting conflicts, and came to consensus on a series of recommendations for reform.

Eighty percent of the participants concluded that the current ballot initiative process is problematic; the same percentage affirmed their belief the citizen initiative process should be retained, but amended.

The following recommendations secured at least 75 percent support at the Civic Engagement Meetings:

- 1. The financial disclosure requirements for ballot initiative campaigns should be just as strict as the requirements for candidate campaigns.
- 2. Petitioners should be required to collect signatures from around the state, not concentrated in high-population areas.
- 3. Constitutional amendments should require more signatures to be placed on the ballot than statutory amendments.
- 4. Constitutional amendments should be required to secure a super-majority of votes; statutory amendments should continue to be adopted with a simple majority. Anything that's already in the constitution could be amended out with a simple majority vote.
- 5. Ballot language should be clear and concise (readable at an 8th grade level).
- 6. A Constitutional Review Commission should be formed to meet periodically to determine and refer corrections on conflicting provisions to voters.





In short, civic leaders support the initiative process, but maintain that it should be more difficult to amend the constitution. They believe the language of citizen-driven initiatives ought to be clearly presented to voters and that their sponsors should be required full transparency as to who is financially supporting their efforts. A bill was passed in 2010 that will require increased disclosure from proponents of initiatives.

These series of meetings with over 1,200 Colorado community and civic leaders resulted in two measures that were referred to the state legislature with hopes they would be placed on the 2010 ballot. SCR 01 recommended that a Constitutional Review Commission be established (#6 above), and SCR 03 made it more difficult to amend the constitution, requiring that signatures be gathered in each of Colorado's seven Congressional Districts and that new constitutional amendments secure a super-majority (60 percent) of votes (#3 and #5 above). Both measures were heard in the State Senate, but not in the House of Representatives.

Based on feedback from both the civic leaders and the legislators, it was agreed that Colorado's Future would pursue some form of constitutional reform again in 2011. If passed by two-thirds of the Legislature, this measure would appear on the 2012 ballot as a referred measure -- commonly known as a referendum.

Role of State and Local Governments

Taxes in Colorado are generally divided between four entities: the State of Colorado; the county in which people reside; the city or municipality in which they reside; and special districts designed to provide a wide array of services in selected geographical areas.

Over the last two decades Coloradans have amended the state constitution to reduce taxes and maintain a lean government. Voters also adopted a required increase in spending on K-12 education. Services that were once mainly funded by local taxes, such as school districts, are now funded primarily by the state.

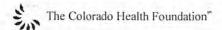
What is in the State Budget?

Setting the state's budget is a collaborative effort between the Legislature and the Executive Branch (the governor). Unlike the Federal Government, Colorado's constitution requires a balanced budget. Each year the governor initiates the process, outlining the executive branch's priorities and programs to the legislative Joint Budget Committee (JBC).

The JBC spends the next several months reviewing the proposal, developing and ultimately passing what is referred to as the "Long Bill," or the annual budget.

Like all bills, the budget must be approved and signed by the governor. The governor may veto certain line items, but is prohibited from amending any of its appropriations.

In 2010, the state budget was almost \$7 billion, which does not include funds from the federal government.







State Spending

•	K-12 Education	44.32%
•	K-12 Education	44.32

Health Care 18.13%

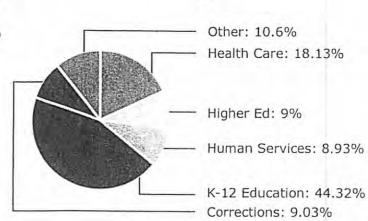
Other * 10.6%

Corrections 9.03%

Higher Ed 9%

Human Services 8.93%

State General Fund 2010-11



Note: The Colorado Department of Transportation (CDOT) does not receive an appropriation from the state's General Fund as part of the operating fund. CDOT is primarily funded by federal funds, the state gasoline tax, and other fees.

State Revenues

Income Tax 56.3%

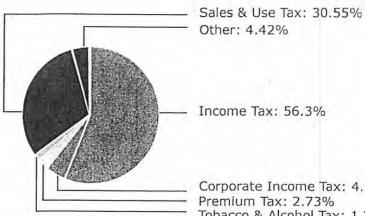
Sales and Use Tax 30.55%

Corporate Income Tax 4.71%

Other 4.42%

Premium Tax 2.73%

Tobacco & Alcohol Tax 1.26%



Corporate Income Tax: 4.71%

Tobacco & Alcohol Tax: 1.26%

State Patrol, Legislative Services, Governor's Office, etc.





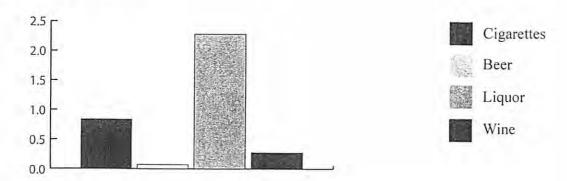
Individual: Individual income taxes are based on a flat rate of 4.63 percent of federally adjusted taxable income. Colorado ranks 29th of 43 states for state income tax, paying \$25.41 for every \$1,000 of personal income.

Corporate: In most cases, states that tax individual income also tax the income of corporations. Colorado's tax, at a flat rate of 4.63 percent, is the 41st lowest of 46 states where this tax is imposed.

Sales & Use: Colorado's statewide sales (and use) tax rate is 2.9 percent, ranking 44th among the 50 states. Local governments affix their own sales taxes, so the amount consumers pay at the cash register is usually closer to 7 or 8 percent.

Alcohol & Tobacco Tax: Colorado taxes cigarettes, other tobacco products, liquor, wine and beer. In Fiscal Year 2010-11, these taxes generated \$88.6 million in General Fund Revenue (\$53 million from tobacco and \$35.6 million from alcohol).

Colorado's 'Sin' Taxes



\$0.84 per pack of cigarettes (ranking 34th among states)

40% tax on other tobacco products (e.g. cigars and chewing tobacco)

\$0.08 per gallon of beer

\$2.28 per gallon of liquor

\$0.28 per gallon of wine

(Overall Colorado's liquor tax rate ranks 44th among the states.)

Money from Tobacco: Where it Goes

In 2004, Colorado voters approved Amendment 35, which implemented a \$0.64 increase per pack of cigarettes (totaling \$0.84 per pack) and a 20 percent increase on other tobacco products (totaling 40 percent on the manufactured price.)





At the time the tax increase temporarily brought Colorado in line with the national average for tobacco taxes. This additional revenue does not typically go to the General Fund. Voters earmarked the money to pay for public health programs and healthcare services for the poor and disabled. The only exception is that in a state of fiscal emergency, as officially declared by the legislature by a two-thirds vote, the monies can be redirected to the General Fund. This has happened twice, in Fiscal Year 2009-2010 and Fiscal Year 2010-2011.

Money From Gas: Where it Goes

Gas Tax: Colorado's gas tax has been 22 cents per gallon since January 1991. Diesel fuel tax is 20.5 cents. Couple that with the 18 cents federal gas tax, and 40 cents per gallon is the total you're paying in taxes. The money is placed into the state highway users fund and is distributed as follows:

65 percent goes to the state highway system.

26 percent is distributed among Colorado's counties based on a formula incorporating the lane miles and vehicle registrations in them.

9 percent is distributed among cities, based on a city's street mileage and vehicle registrations.

Fees: SB 108 (FASTER) was passed by the Legislature and signed by Gov. Bill Ritter in 2009. The bill increased fines, fees, and surcharges assessed at the time a vehicle is registered in order to pay for transportation projects - \$100 million to upgrade 125 bridges deemed deficient and in poor condition, and \$150 million for roadway safety.

Oil & Natural Gas Taxes

Colorado's severance tax is determined by the value of the natural resource where is it extracted. More than 90 percent of the severance tax revenue is collected from oil and gas (mostly all natural gas).

Property Taxes

Colorado's 64 counties are primarily funded by property taxes, which can be pretty complicated. Here's how it works: Take the value of the property, multiply it by the "assessment rate" -- which is the portion of the value of the property that gets taxes. Then, multiply that by the "mill levy," and divide by 1,000.

Consider a house worth \$200,000, with a 7.96 percent assessment rate and a total mill levy of 80. The property tax owed would be:

\$200,000 times .0796 times 80, divided by 1000 = \$1,280 annual property taxes due. Some counties receive some revenue from sales tax but this rate varies from county to county. Most counties rely on property tax to provide services to residents and the general operating budget for the county.





Municipalities and the Magic of Sales Tax

While counties count on property taxes for the bulk of their revenue, municipalities rely on sales tax. A sales tax is a consumption tax charged at the point of purchase for certain goods and services. Cities can augment their revenue with a myriad of other taxes -- including lodging and occupational privilege taxes -- but the majority of a municipality's general operating fund comes from sales tax. This dependence on sales tax results in challenging times during economic downturns, when consumers cut back in spending.

Colorado's 1,300 Special Districts

Special districts are just that – special units of local government established by the residents of an area to provide some service not provided by the county or city. In Colorado, 1,300 special districts provide services, including library, fire, water, library, sanitation, cultural and transportation.

Special districts must be approved by voters and are generally governed by their own elected board of directors. In rare cases, board members may be appointed by a governing authority.

Below is a chart of the total rate of sales and special district taxes for residents of the City of Aurora, which comprises three different counties. Depending on the county they live in, city residents pay different tax rates. These rates were effective as of 1/1/2010.

Sales Tax Rate		, , , , , , , , , , , , , , , , , , ,	
Commence of the commence of th	Arapahoe County	Adams County	Douglas County
City of Aurora	3.75%	3.75%	3.75%
State of Colorado	2.90%	2.90%	2.90%
RTD	1.00%	1.00%	1.00%
Cultural	0.10%	0.10%	0.10%
Sports Stadium	0.10%	0.10%	0.10%
County	0.25%	0.75%	1.00%
Total	8.10%	8.60%	8.85%





Examples of Special Districts:

Regional Transportation Districts (RTA) As of Jan. 1, 2010 there are four RTA's in Colorado; The Pikes Peak Rural Transportation Authority includes the cities of Colorado Springs, Green Mountain Falls, Manitou Springs and all of unincorporated El Paso County; the Gunnison Valley RTA has a sales tax of 0.6 percent in Gunnison County with the exception of the cities of Marble, Ohio, Pitkin and Somerset; and the Regional Transportation District (RTD), which serves the Denver Metro Area and levies a sales/use tax of 1 percent.

Scientific & Cultural Facilities District (SCFD) - A sales/use tax of 0.1 percent for the Scientific and Cultural Facilities District applies to all sales that are also subject to the RTD tax, plus the remainder of Adams and Arapahoe, as well as all of Douglas County except the towns of Castle Rock and Larkspur. This tax funds cultural institutions such as the Museum of Natural History and the Denver Art Museum.

Health District of Northern Larimer County provides prescription assistance, mental health, dental, preventive and health planning services for residents of Northern Larimer County.

High Plains Library District provides library services to residents of Weld County and the Town of Erie.

Football Stadium District (FD or FTBL) - A sales/use tax of 0.1 percent for the Football Stadium District applies to all sales that are subject to the RTD tax and additional portions of Douglas County and Park Meadows Mall. The football district replaced the baseball district (BD) effective Jan. 1, 2001. Voters made the choice to pay for and help build the Denver Broncos' new stadium, Invesco Field, through the football district sales tax.

Paying for Public Schools

In Colorado, public schools are funded by local property taxes (about 40 percent) and by state sales and state income tax (60 percent).

In 1994, a legal requirement known as "equalization" was implemented by the state School Finance Act to compensate poorer districts with low property taxes, providing the same levels of per-pupil funding as wealthier school districts.

Prior to the passage of the Gallagher Amendment, the Taxpayer's Bill of Rights, Amendment 23, and the "equalization" requirement, local property taxes funded 60 percent of public education in Colorado, while the state paid the remaining 40 percent. In budget year 2009-2010, more than \$5.6 billion was directed by the state to public schools. The breakdown includes: State taxes (\$3.5 billion), vehicle registration taxes (\$148 million), and local property taxes (\$1.8 billion).





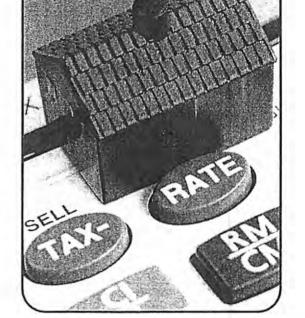
Initially, funding for a school district's "Total Program" is provided first by property taxes. But if there is not enough money to fully fund the "Total Program," state monies supplement the district. In budget year 2010-2011, the state is projected to range from \$0 per pupil (these districts pay for their schools with property taxes) to \$11,350.71 per pupil (0 percent to 96.5 percent respectively, of total program). The average amount the state provides per pupil is \$4,297.06.

Property Taxes and School Funding

Each school district must impose a property tax levy to finance its local share of "Total Program." A school district's ability to raise money from property taxes varies widely as a result of different tax bases. All local property tax revenues stay within that district. Here is how property tax relates to school funding:

How does the county assessor determine the value of the property?

The assessed valuation is based on a percentage of the property's actual value. For example, in budget year 2010-2011, residential property is expected to have an assessed valuation equal to 7.96 percent of its actual value.



What is a mill?

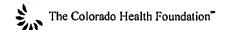
One mill of tax is the same as one-tenth of one percent (.001).

What is the mill levy freeze that passed in 2007?

Beginning in Fiscal Year 2007-2008, the Colorado General Assembly passed legislation to stabilize school district mill levies. The legislation caps mill levies at 27 mills and freezes mill levies for districts with mill levies of 27 mills or less. This legislation applies to the "Total Program" mill levy only.

It does not affect override, bond, special building and technlogy, full-day kindergarten excess cost, or transportation mill levies. This mill levy cap/freeze does not apply to districts that have not held a successful election to lift TABOR restrictions.

It is important to note that schools are governed locally, and local control of schools is considered a pillar of education in Colorado. However, as state funding for schools increases overall, it raises the question of local control versus state control over policies related to education and who should govern our schools.







The Big Three: Constitutional Budget Requirements

1. The Gallagher Amendment

Passed by voters in 1982, the Gallagher Amendment established that business property owners pay 55 percent of total statewide property taxes, while residential property owners pay 45 percent.

To accomplish this, assessment rates (which until that point had been fixed at 30 percent for all types of property) were locked at 29 percent for commercial and initially set at 21 percent for residential.

Over the past 20 years, the value of homes increased much faster than values of commercial property. Since the 29 percent was locked in, the only way to accommodate the rise in home values while maintaining the 55:45 ratio in total property taxes paid was to drop the residential assessment rate. As a result, the residential assessment rate continues to be less than 8 percent.

Note: When Gallagher was passed in 1982, the residential rate was 21 percent.

What is the upshot of Gallagher? It depends on your perspective.

Homeowners like their low property taxes. But, many business owners think Gallagher is unfair to business owners because it shifts a disproportionate amount of the tax burden to them. It is ironic that, as the value of residential properties rises, homeowners pay less, while the owner of a commercial property with a decreasing value pays considerably more.

Local government: Property tax revenues are shrinking due to the slide in residential property tax rates.

State government: Colorado law requires the state to make up losses in public school funding. Thus, if local property taxes prove inadequate, state government must make up the difference in order to ensure per-pupil equity. This requirement, combined with Amendment 23, has resulted in the state picking up even a greater share of K-12 education -- which has resulted in cuts to other programs, like higher education and health care.

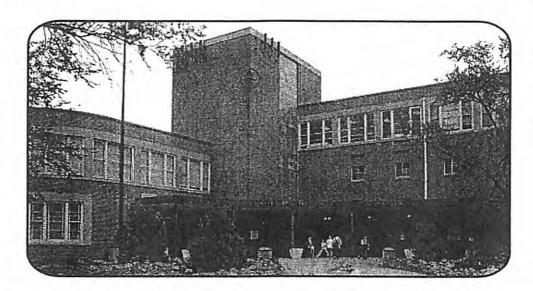




2. Amendment 23: Funding Public Education

Amendment 23, passed in 2000, required an increase in spending for K-12 education. It had three primary components:

- Increased spending for K-12 by inflation plus 1 percent through 2010 and at least keeping pace with inflation thereafter.
- Established the State Education Fund that earmarks 7 percent of state income revenue for the fund. Money comes from a surplus when available, thereby reducing the refunds to taxpayers. However, the fund may be depleted during times of economic hardship and redirected by the legislature for other purposes.
- The "Maintenance of Effort" clause requires General Fund spending on K-12 to be increased by 5 percent annually. However, in a "down" economy this clause is waived. This provision was added to ensure that the legislature will not substitute State Education Fund dollars for K-12's annual share of the General Fund.



3. The 1992 Taxpayer's Bill of Rights (TABOR)

The Taxpayer's Bill of Rights, referred to as TABOR, is a complex constitutional amendment that has dominated the state's fiscal landscape since it was passed by voters in 1992. The purpose of the amendment was designed to:

- 1) Limit the growth of government; and
- 2) Require all tax increases to be voter-approved.





The TABOR Limit

One common misperception about TABOR is that it limits spending, but this is not the case. TABOR limits the total amount the state can accept as revenue from almost any revenue source including income tax, sales tax, college tuition etc. Year-to-year increases in the tax revenue the state collects cannot exceed the rates of inflation and population growth combined. This amount is called the TABOR revenue ceiling, or the TABOR limit. Any amount Colorado collects beyond this revenue ceiling must be refunded to taxpayers unless they vote to let the state keep the excess. This practice -- to allow the government to keep the excess to use for services -- is often referred to as "de-Brucing" a reference to TABOR's author Douglas Bruce.

Over the past several years there have been changes to several elements of TABOR, most notably the passage of Referendum C in 2005, and the repeal of the Arveschoug-Bird Amendment in 2009.

Approved by voters in 2005, Referendum C consisted of two major components:

- 1. It let the state retain all the revenue it collected for five years (FY 2005-2006 through FY 2009-2010) regardless of the TABOR limit. This is sometimes referred to as a "time-out" from TABOR. No matter how the economy was performing, there were no refunds given to taxpayers during this time.
- 2. It allows the state government to keep all revenues up to a new state revenue cap.

What does this mean in plain English?

Initially, TABOR based the amount of revenue that the state could keep to the amount taken in the year before, or the actual revenues collected, whichever is lower. For example, from 2001-2003, state tax revenues decreased due to a recession. By 2004, the economy bounced back. Tax revenues were up, but TABOR dictated that the state was forced to base its revenue limit on the previous year, when revenue was down by more than \$1 billion. Recessionary spending levels were locked in, so that even when the state had more money it was still on the same diet it was on during poor economic times.

Referendum C modified this TABOR provision, established that for Fiscal Year 2010-2011 and beyond, the state's revenue limit would be based on the prior year's limit, "regardless of actual revenue's collected."

In 2010, Senate Bill 228 repealed a budget formula known as Arveshoug-Bird (named after the bill's sponsors) that automatically transferred revenue out of the state's General Fund each year for transportation and state building construction projects.





Single Subject Amendment

The Single-Subject Act, also known as Referendum A, was placed on the November 1994 ballot by the Colorado State Legislature. Voters approved the measure, with 65.7 percent in favor. The Single Subject Amendment applies to bills introduced in the Legislature as well as to citizen initiatives. The impetus for the single-subject rule was to prevent complex and multi-faceted initiatives from being placed on the ballot and to ensure that the substance of the bill or initiative is accurately reflected in the title.

Gallagher Meets TABOR

When the Gallagher Amendment was approved in 1982, voters were inspired that homeowners' taxes would be kept low, and businesses would pay a fair share of property taxes. For the first 10 years, Gallagher worked as intended, lowering homeowners' tax assessment (the percent of property value that is subject to tax) while maintaining consistent revenue levels for local government. This was accomplished by letting local property tax rates (called mill levies) "float" up and down as needed from one year to the next.

However, the passage of TABOR in 1992 prevented local governments from floating the mill levy upward without a vote of the people. As home values increased, local governments began to reach and exceed their TABOR revenue limits. Remember, TABOR's provisions apply to all governmental entities – including counties and cities. TABOR required mill levies to be lowered resulting in less property tax revenue – i.e. less money available for institutions like school districts and county government that rely on property tax.

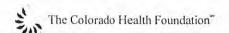
Gallagher Meets Amendment 23

Amendment 23, passed in 2000, mandates spending increased for K-12 schools, which is by far the state's largest program.

Amendment 23 requires the state to "catch up" with the effect of inflation on schools, and created a specific funding source called the State Education Fund to pay for the increases in education funding.

The state must reallocate general funds from other state programs if necessary to meet the requirements of Amendment 23. Before the passage of Gallagher and TABOR, local governments picked up most of the tab for Colorado schools with property taxes. But the Gallagher Amendment (modified by TABOR in 1993) has reduced homeowners' property taxes in the past 20 years while the needs of Colorado schools continue to grow.

The state has attempted to address this dilemma by backfilling the lost local revenue with the state's general fund. In short, Gallagher and Amendment 23 force the state to spend more on schools, at the expense to other programs.







TABOR Meets Amendment 23

Perhaps most fundamental among all the contradictions amended into Colorado's Constitution is the clash between TABOR's revenue limits and the voters' decision, through Amendment 23, to mandate a specific increase in public education spending.

This convergence has limited the role of elected officials from making decisions about the budget, and in effect has turned it over to voter approved budgetary formulas.

Term Limits For Elected Officials

Colorado was a leader in the term limits movement that restricts officeholders to limited time holding elected positions. It passed by citizen initiative in 1990. The idea was very popular, with voters passing the amendment with a 71 percent favorable vote.



Office	Number of Consecutive Terms that May Be Served	Number of Years in that Office	
State Legislature (Effective 1-1-91)			
Colorado Senate	2 terms	8 years	
Colorado House of Representatives	4 terms	8 years	
State Executive Branch (Effective 1-1-9)	1)		
Governor	2 terms	8 years	
Lieutenant Governor			
Secretary of State	31		
State Treasurer			
Attorney General			
State Education Boards (Effective 1-1-9	5)		
State Board of Education	2 terms	12 years	
University of Colorado Board of Regents			
Local Governments (Effective 1-1-95)			
County, City and County, City, Towr School District, Service Authority, and an Other Political Subdivision		Generally, 6 or 8 years, dependi on the length of the term	





Glossary Of Terms:

Amendment 23: An amendment to the Colorado constitution, approved by voters in 2000, requires the state to increase per-pupil and categorical funding to public education by at least the rate of inflation public for 10 years (this provision expired in 2010) and by the rate of inflation thereafter. Amendment 23 also created the State of Education Fund to help pay for its costs.

Assessment Rate: The portion of actual property value subject to taxation. For example, the Gallagher Amendment fixes the assessment rate for business property at 29 percent. This means that only 29 percent of the market value will be taxed.

Capital Construction Fund: Fund into which General Fund and Lottery Fund transfers for capital construction projects are deposited. The fund is used to build, buy, renovate and repair state buildings, major equipment and land.

Cash Funds: State funds collected and earmarked for a specific purpose. These are usually fee-for-service items such as the amount charged for a driver's license or college tuition. These funds are not part of the General Fund but are included in calculating the TABOR revenue limit.

Crowding out: Refers to the effect of funding mandates that squeeze resources from non-mandated programs, such as when federally mandated Medicaid spending combines with state mandated K-12 spending to "crowd out" other programs such as higher education.

Equalization: A legal requirement to even out per-pupil spending across all of the state's 178 school districts. The School Finance Act of 1994 required that state funding make up the difference or equalizes between what is provided to school districts through local taxes.

Federal Funds: Funds received directly from the federal government are exempt from TABOR's revenue ceiling.

Fiscal Year: The state's fiscal year runs from July 1 to June 30.

Gallagher Amendment: A constitutional amendment passed by voters in 1982, freezing the non-residential assessment rate (commercial) at 29 percent. In the total amount of property taxes collected by the state, residential properties are responsible for 45 percent of the tax burden.

General Fund: The General Fund is the state's primary operating account used to support the general functions of state government such as K-12, corrections, human services, etc. State income and sales tax make up 90 percent of the General Fund. The General Fund receives revenue that is NOT earmarked for a specific purpose.

General Funds Exempt: A fund exempt from TABOR restrictions generated from revenue allowed by Referendum C and from a portion of the Amendment 35 tobacco taxes. Appropriations from it are limited to certain programs.



Highway Users Tax Funds (HUTF): Off-the-top funds are removed from total available HUTF revenue prior to allocating the HUTF to cities, counties and the Department of Transportation.

Maintenance of Effort (MOE): MOE provision, as it relates to Amendment 23, requires General Fund appropriations for state aid under the School Finance Act to increase by at least 5 percent annually, except when state personal income grows by less than 4.5 percent.

Mill: The tax per dollar of assessed value of property. The rate is expressed in mills, where one mill is one-tenth of a cent (\$0.001, ten are equal to one-cent, one hundred equal to a dime, and one thousand equal to a dollar).

Mill Levy: The assessed property tax rate used by local governments and other jurisdictions to raise revenue in order to cover annual expenses.

Referendum C: Colorado voters adopted a measure popularly known as Referendum C in the general election in 2005. This measure allowed the State to retain all General Fund revenues in excess of the fiscal year spending limit imposed by TABOR between July 1, 2005 and July 1, 2010. For FY 2010-11 and subsequent fiscal years, Referendum C allows the state to retain all revenues that are in excess of the TABOR fiscal year spending limit, but less than the excess state revenues cap, for that fiscal year. The "excess state revenues cap" is equal to the highest annual total state revenues for FY 2005-06 through FY 2009-10, adjusted for each subsequent fiscal year for inflation, the percentage change in state population, enterprises, and debt service changes. These revenues must be deposited in the General Fund Exempt Account and shall be appropriated or transferred by the General Assembly for the following purposes only: (a) health care; (b) education, including capital construction projects related thereto; (c) retirement plans for firefighters and police officers, if the General Assembly determined such funding was needed; and (d) strategic transportation projects.

State Education Fund: Established by Amendment 23, which authorized a diversion of one third of one percent of taxable income on state income tax returns to the Fund. The revenues diverted into the fund are exempt from the TABOR revenue limit. State Education Funds can be used to meet the minimum funding requirements for K-12 education as long as the MOE provision is met, and for a variety of education-related purposes.

Statutory 4 Percent Reserve: According to C.R.S. §24-75-201.1 (1)(d)(III), a 4 percent reserve must be set aside to fund General Fund obligations in years where there is insufficient revenue. Money taken from the reserve account must be repaid each year.

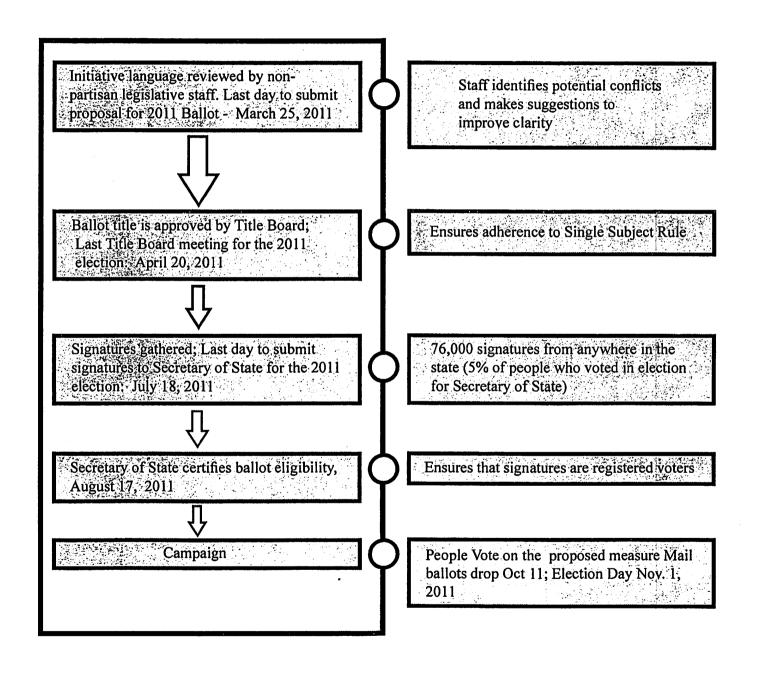
Taxpayers' Bill of Rights (TABOR): The TABOR limit (Article X, Section 20 of the Colorado Constitution) restricts the State's total revenue growth to the sum of inflation and population.





Appendix

Overview of Citizen Initiative Process







Sources

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Looking Forward: Colorado's Fiscal Prospects after Ref C, December 2007; Colorado Legislative Council Staff, "Focus Colorado: Economic and Revenue Forecast," 2007-2012, Sept 20, 2007



Project Overview: Building a Better Colorado Final Report

"Thank you for asking the right questions and for creating an avenue for discussion."

- Survey respondent at BetterCO.org

Prepared by: IVC Media and OnSight Public Affairs Feb. 8, 2016





Fellow Coloradans:

In the summer of 2015, a nonpartisan group of concerned Coloradans – ranging from current and former statewide office holders to mayors of many of our biggest cities, from former cabinet secretaries and state lawmakers to a former Colorado Supreme Court Justice – came together with a shared concern about the direction our state was heading in three critical areas: the ease with which the constitution can be amended; the decreasing participation and confidence in our election systems; and the imbalance between citizens' expectations of services that their state government provides, and the ability of their state government to meet those expectations.

Their stated goal was to engage Coloradans in discussions of those issues in order to create a better Colorado.

Their commitment was to develop consensus policy recommendations which might emerge from that statewide conversation. The forum which they created to host this conversation was a new non-profit organization called "Building a Better Colorado".

In just over four months, from August 2015 through January of this year, representatives of Building a Better Colorado met with more than 2,000 community leaders and concerned citizens in over 30 meetings held throughout the state. Building a Better Colorado also made significant efforts to leverage digital and social media to extend the conversation. The website BetterCO.org allowed anyone who was interested to study the issues, learn about the pros and cons of different policy options, and to offer their views and weigh in on potential solutions. Social media also played a large role in our outreach, as we worked to educate and engage Coloradans via robust efforts on Facebook and Twitter.

The intent of Building a Better Colorado was not to dictate solutions, but instead to engage people across the state in conversations about the challenges we face and and to come up with consensus solutions.

We conducted thorough quantitative and qualitative research – through polling and focus groups – to refine policy options and to help identify potential solutions that could be addressed by voters or the legislature.

In the end, we found consensus in three areas: let the state keep and spend money beyond current constitutional limits; make it more difficult to amend the state constitution and encourage statutory initiatives instead; and update the state's primary election system to include more than 1 million unaffiliated voters.

This document summarizes the work that went into reaching those conclusions and is intended to serve as a guide for groups or individuals seeking to enact these policy changes in the months and years ahead.

Reeves Brown Project Director



HONORARY CO-CHAIRS

Hank Brown

Former U.S. Senator

Gigi Dennis

Former Secretary of State

Tim Foster

President, Colorado Mesa University

Michael Hancock

Mayor of Denver

John Hickenlooper

Governor of Colorado

Rebecca Kourlis

Former Supreme Court Justice

Phyllis Norris

Mayor of Grand Junction

Gale Norton

Former U.S. Sec of the Interior

Tom Norton

Former State Senator

Federico Peña

Former Mayor of Denver

Bill Ritter

Former Governor of Colorado

Roy Romer

Former Governor of Colorado

Ken Salazar

Former U.S. Sec of the Interior

Gail Schwartz

Former State Senator

John Suthers

Mayor of Colorado Springs

Wellington Webb

Former Mayor of Denver

OUR APPROACH

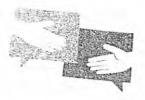
Building a Better Colorado was founded to address a fundamental question: What kind of government do voters want?

How we create laws and amend our constitution, how we elect our representatives, and how we manage the state budget are critical factors to Colorado's future.

We think a better Colorado can happen when we engage Coloradans in an honest, constructive conversation about what they want their state to be, motivated by a shared desire to build a better future for our state rather than political ideologies or organizational agendas.

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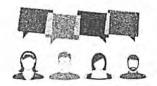




Meetings

Bi-partisan committees of subject matter experts developed options for consideration.

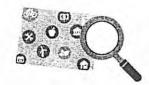
Summer 2015



Discussion

Coloradans learned about issues, discussed, and offered opinions on solutions at Community Summits across the state and online.

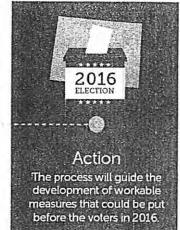
Fall 2015



Analysis

Findings from Community Summits and online engagement surveys informed objective research.

Winter 2015



November 2016

"As a Coloradan, I honestly don't know as much about this issue as I should. Thank you for giving me something to read up on."

- Comment from a participant in BetterCO.org online survey

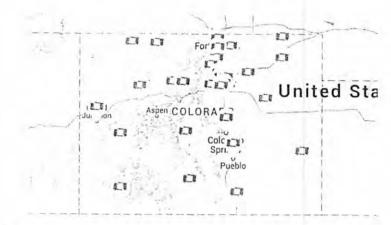
MEETINGS ACROSS COLORADO

"This effort is intended to allow Coloradans with vastly different views and very different agendas to come together and decide what is best for our state."

Kelly Brough, BBCO Executive Committee member and President/CEO, Metro Denver Chamber of Commerce

After launching in the fall of 2015, Building a Better Colorado hosted events across the state attended by more than 2,000 civic leaders and interested Coloradans.

From September through January, Building a Better Colorado convened more than 30 meetings and Community Summits.



Those events were held in: Akron, Alamosa, Aurora

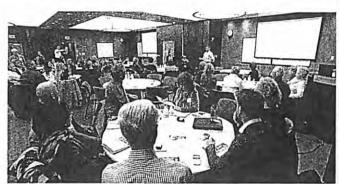
(2), Boulder, Colorado Springs (2), Craig, Denver (3), Durango, Fort Collins, Glenwood Springs, Greenwood Village, Grand Junction (2), Greeley, Highlands Ranch, Lakewood, Lamar, Limon, Longmont, Loveland, Montrose, Salida, Silverthorne, Steamboat Springs, Sterling, Thornton, Trinidad, Vail, Westminster.

Attendees reviewed challenges facing the state's initiative process, election systems and financial future and shared their opinions on potential policy solutions to address the problems.



Project director Reeves Brown addresses attendees at our Colorado Springs community summit.

The meetings drew community leaders and citizens with an interest in public policy, meaning that results were not necessarily reflective of what a "likely voter" would support or oppose at the ballot box. Nonetheless, they helped us narrow our focus by gauging the relative popularity of ideas among Coloradans whose support would be critical to passage of any policy ideas that sprang from our efforts.





Snapshots from community summits in Lakewood, left, and Denver, right.

The meetings were notable for the constructive dialogue and thoughtful ideas provided by a diverse array of Coloradans who shared a heartfelt desire to build a better future for our state. Results of the policy ideas discussed and supported at those meetings, as well as demographic data on attendees, were posted to BetterCO.org

In addition to the community summits, in early September we met with members of Colorado Cooperation, a volunteer group focused on ensuring a healthy future for Colorado, and Club 20, which bills itself as "the voice of the Western Slope"; in November we hosted an event for nearly 300 young professionals in Denver that utilized "text" voting on policy ideas; and in January we held a citizens assembly in Denver. The citizens assembly featured two representatives from each of our 30 community summits who gathered for a briefing on our overall findings and to share their views on the process and options moving forward.



Attendees at the Building a Better Colorado meeting for Denver-area young professionals.



Findings from our work:

The legislature should remove the Hospital Provider fee from consideration under state revenue limits. Asking the Legislature to move the Hospital Provider Fee out of the General Fund was the single-most popular idea we tested at our community summits. Well over 90% of the community leaders engaged in this process supported the idea of making the fee an enterprise fund so that money collected to draw federal matching funds to deliver health care did not count against the state's constitutional revenue limits.

We should make it more difficult to amend the state constitution and encourage statutory initiatives instead. Coloradans support the citizen initiative process, but they think that amendments to our state's foundational constitution should be supported by more than just a simple-majority of voters. And because the constitution provides the governing framework for our entire state, they think more Coloradans from across the state should be involved in developing any proposed changes to our constitution.

We should let the state keep and use money above current limits.

Coloradans support allowing the state to retain revenue beyond the current limits during times of economic growth, while still maintaining their right to vote on any proposed tax increases. They also made it clear that the legislature should be held accountable to invest these additional funds on priority needs such as education, transportation, mental health and long-term care for seniors.

We should update the state's primary election system to include more than 1 million unaffiliated voters. Coloradans support making it easier for our 1 million unaffiliated voters – the largest and fastest growing group of voters in the state – to participate in primary elections. They also support reinstating a presidential primary.

Coloradans also were eager to put forward their own solutions. Attendees forwarded more than two dozen policy ideas that were not in materials prepared by our subject-matter experts. Many of those were variants on ways to address Colorado's financial future, ranging from removing all financial formulas from our state constitution to holding a constitutional convention. While there wasn't strong, statewide consensus on a single policy, we were made aware of the difficulty the state's Gallagher Amendment poses in counties with limited property tax base – both on the business community and on the ability for school districts to raise money. That is an idea that may warrant review down the road.

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We learned as we went along:

Building a Better Colorado started with a study of the challenges Colorado faces in five areas: election systems, the initiative process, Colorado's financial future, term limits, and campaign finances.

In researching potentials solutions, our bipartisan team of subject-matter experts determined that one issue – campaign-finance reform – really required action at the federal level, as opposed to an issue effectively addressed by Colorado voters. Challenges posed by the state's term limits process were folded into our discussions on election systems, but the idea was later eliminated from our discussion materials altogether due to a lack of consensus on the challenges and potential solutions.

Early meetings were scheduled for three hours, and attendees were asked to weigh in on 35 different policy options across our three topic areas. As a result of the feedback and results from the first dozen meetings, we reduced by half the number of policy options participants reviewed in the final 15 meetings and encouraged deeper discussion of ideas and alternatives that continually rose to the surface. As we moved closer to concluding our outreach and witnessed growing consensus around the idea of allowing the state to keep and use revenues beyond the current limit, we asked Coloradans to rank areas where additional revenue from potential fiscal policy initiatives should be directed, and education, transportation, mental health and long-term care for seniors topped the list.



Building a Better Colorado held more than 30 meetings across the state.



DIGITAL OUTREACH

1. Building a Better Colorado's Facebook page reported the following metrics:

Page Likes: 12,229

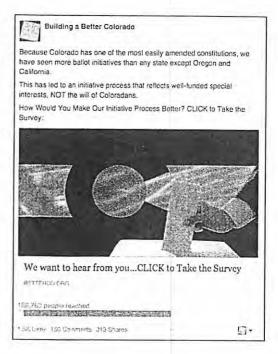
The number of Facebook users who are fans of Building a Better Colorado.

Engagement: 52,538

The number of unique Facebook users who interacted with the BBCO Page by liking, commenting, or sharing a post.

Impressions: 2,723,790

The number of times content associated with our FB ads was seen by target audiences on Facebook. Impressions = total number of views.



Reach: 282,319

The number of targeted Colorado residents who saw content associated with BBCO on Facebook. (Reach = number of unique viewers).

Email sign-ups: 10,000+

The number of individuals who signed up to receive updates and additional information via our community meetings, online engagement tool and social media.

2. In October, we launched BetterCO.org, which featured details on the project and an engagement tool that allowed visitors to review policy options and weigh in with their comments and opinions on proposed policy options.

Page Views: 87,328

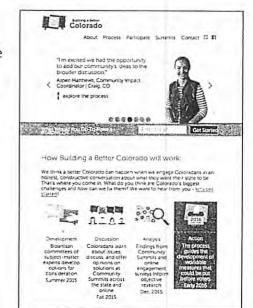
The number of times a user visited a particular page on our website.

Website Users: 17,815

The number of unique visitors that visited the website.

Survey Completions: 5,988

The number of people who completed a survey for any topic.





QUOTES OF NOTE:

A sampling of quotes submitted to us via our website:

I IN ART IN TUTTINE

"I would like to see limits on ballot initiatives that affect the state budget. Too much fiscal responsibility has been ceded or taken away from our representatives."

"Let's stop being stupid about our future. ... Let our elected officials do what they're elected to do. Support schools and higher education and health care and roads/bridges."

"TABOR is an important check on legislative power but we need more flexibility to address urgent needs."

INTIATIVES

"The best suggestion is that signatures should be gathered from across the state rather than just in one area." "Those of us who live on the Western Slope feel like nobody cares what we think and that we don't exist. It would be nice if we could be included in the process of whatever goes on in this state."

"Make it harder to amend constitution and keep it the same for citizen-passed laws that can be changed by a vote of legislature -- they are accountable at elections."

"Allow everyone to vote in a primary with one party or the other. That's fair." "We need a more inclusive process that gives more people the chance to express their preferences. With party membership in decline, the parties should not have a stranglehold on our options for candidates."

"As long as we are legal taxpaying voters, we should have the choice of voting for the person, regardless of the party."



EARNED MEDIA

Support for the effort and topics we asked participants to explore was voiced by editorial boards from The Denver Post, The Colorado Springs Gazette, The Durango Herald and the Loveland Reporter-Herald.

Our summits also drew considerable interest from local media.

A sampling of the coverage:

"A civic organization that dubs itself "Building a Better Colorado" has made promising first steps toward grappling with fiscal and electoral problems often related to provisions in the state constitution. It's strongly bipartisan, for example. ... Moreover, it is focused on important issues like the financial health of the state, our electoral system."

Denver Post editorial, Aug. 24, 2015

"Business leaders who say they've footed a large portion of the cost of keeping bad amendments from being added to Colorado's constitution now are asking company owners and executives to get involved. They want to have a bigger conversation about what changes can be made to make the state's government a more effective engine to help grow the private sector and the economy."

Denver Business Journal, Sept. 17, 2015

"... As things stand, Colorado doesn't fully benefit from the natural growth in revenue that occurs in good times.

Meanwhile, in bad times, lawmakers are barred from ensuring that all sectors of the budget share in the cutbacks. The next recession will absolutely devastate unprotected programs. Any civic group that intends to tackle this problem will need to gather a bipartisan coalition willing to ask both sides of the political spectrum to compromise when preparing ballot measures to take before voters. That appears to be what Building a Better Colorado is trying to do. At least we hope so."

Denver Post editorial, Sept. 21, 2015

"Led by political heavy-hitters from both parties, Building a Better Colorado is hosting 40 meetings around the state, gauging public opinion on a variety of solutions and soliciting inventive ideas on the three topics."

Colorado Springs Business Journal, Oct. 20, 2015

"A new organization called Building a Better Colorado is meeting with civic leaders throughout the state in a quest to fix 'a growing disconnect between citizens and their government.' Organizers cite constitutional chaos, declining voter participation and decreasing ability of state government 'to meet the expectation of its citizens' as areas of concern. ... In a meeting with The Gazette's editorial board, it seemed clear the organizers had no hard or hidden agendas."

Colorado Springs Gazette editorial, Oct. 21, 2015

"An effort to address touchy political issues in Colorado law is getting support from San Luis Valley officials. Dubbed Building a Better Colorado, the organization is in the early stages of developing a slate of ballot initiatives designed to fix what organizers call problematic elements of the state's financial structure, election system and the ballot initiative process."

Valley Courier, Oct. 8, 2015



"A group of Weld County officials, business owners and community leaders gathered Wednesday in Greeley to chime in on possible solutions to issues with Colorado's election systems, ballot initiative process and financial future. Building a Better Colorado, a nonpartisan coalition of state leaders, gathered at the 11th of 30 community summits around the state in an attempt to find consensus on the best, and most acceptable, solutions to those three key issues."

Greeley Tribune, Oct. 29, 2015

"The group ... is a bipartisan collective of prominent Colorado leaders who, among other goals, are seeking to untangle Colorado's conflicting constitutional amendments that dictate how the state can spend its money. ... Its meetings are aimed at sparking a community dialogue on issues from state constitutional amendments to political primaries and could lead to a ballot question or questions in 2016 to change constitutional provisions."

Denver Business Journal, Nov. 25, 2015

"A coalition aimed at examining reforms to budget and elections processes in Colorado identified restructuring a hospital fee and strengthening rules governing citizens initiatives as solutions to ease conflicts and challenges facing the state. The Building a Better Colorado coalition – comprised largely of civic and business leaders – sought to address the ease with which Colorado's constitution is amended, decreased participation in elections systems and an "imbalance" between citizens' expectations of government services and the ability to meet desires."

Durango Herald, Nov. 28, 2015

"A group of about two dozen local leaders and interested residents gathered Monday night to weigh in on ideas aimed at creating a brighter future for Colorado. A bi-partisan, grassroots group called Building a Better Colorado hosted a community summit in Sterling, one of dozens that have been or will be held across the state."

Sterling Journal-Advocate, Dec. 8, 2015

"Right now it's halftime for the Building a Better Colorado effort, which has held a series of town meetings across the state. Commendably, the organization has worked very hard to reach beyond the metro area."

Henry Dubroff and John Huggins, Dec. 12, 2015

"These have been really thoughtful conversations, whether we have been in Glenwood Springs or Trinidad or Fort Collins or Greeley. We've got people from all political parties and all walks of life sitting down and having civil conversations about how we can have a better Colorado, and that's something that's really a pleasure to see, given the tone of so much of our political discussion these days."

Loveland Reporter-Herald, Jan. 8, 2016

"People with an IQ greater than their shoe size can tell right away if you're asking for their opinion or telling them yours. We genuinely want the people we're engaging in this conversation to be in control of the outcome."

Special District News, Jan. 2016

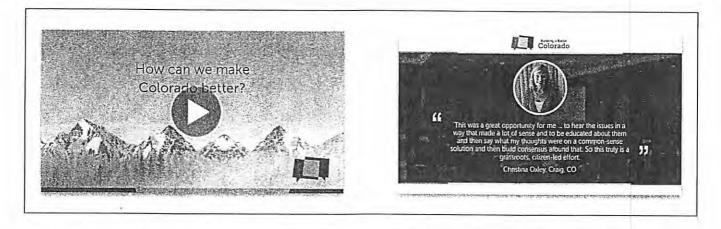
"...Here's what wasn't on the table. Any change to requirements that voters approve new or higher taxes or that permission is needed to incur new public debt. We did talk about the requirement that local and state governments return to taxpayers any revenues over limits set under a formula included in TABOR.

Grand junction Daily Sentinel, Jan. 26, 2016



VIDEOS

We produced <u>a short, animated educational video</u> to explain Building a Better Colorado's purpose and objectives.



The video reached nearly 30,000 Colorado voters, was viewed 16,755 times, and received 257 positive interactions.

A second video highlighting the voices of Coloradans who participated in summits was viewed more than 1,000 times.

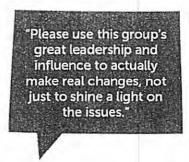
NEXT STEPS

As a 501(c)3 organization, Building a Better Colorado's role has been to engage Coloradans in a constructive discussion about these policy challenges in an effort to identify consensus policy recommendations to make our state better. We will defer to other more appropriate political entities to pursue implementation of the recommendations that emerged from this statewide conversation.

Several independent efforts have emerged to pursue implementation of consensus policy ideas via ballot initiatives in 2016. We will watch those efforts closely and report back on results after the November elections.

In the meantime, Building a Better Colorado intends to continue playing close attention to the issues that are important to Coloradans, with the idea of continuing this effort in the months and years to come.

Should you have questions or comments, please let us know at info@betterco.org.



- Survey respondent at BetterCO.org

TITLE SETTING BOARD

March 2, 2016

DATE FILED: April 14, 2016 5:18 PM

Proposed Initiative 2015-2016 #93 "Threshold for Voter Approval of Initiated Constitutional Amendments"

THE BOARD

Suzanne Staiert, Chair, Deputy Secretary of State Jason Gelender, Office of Legislative Legal Services Glenn Roper, Deputy Attorney General

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Page 2
1
                    PROCEEDINGS
2
               MS. STAIERT: We're on? All right.
3
                Good morning. This is a meeting of the
 4
    Title Setting Board pursuant to Article 40 of
    Title 1 C.R.S. The time is 9:30 a.m.
5
                                            The date is
6
    Wednesday, March 2, 2016. We're meeting in the
7
    Secretary of State's Aspen Room, 1700 Broadway,
    Denver, Colorado.
8
9
                The Title Setting Board today consists of
    myself, Suzanne Staiert, Deputy Secretary of State
10
11
    on behalf of Wayne Williams; Glenn Roper, designee
12
    of Attorney General Cynthia Coffman; and Jason
13
    Gelender, designee of the Director of Office of
14
    Legislative Legal Services, Dan Cartin.
15
                Today we are meeting to consider title
16
     setting for nine measures. There are two titles for
17
     each measure. One is a statement, and the other is
18
     the statement in the form of a question. Changes
19
    adopted by the Title Board to the first title in the
20
    staff draft will be considered adopted for the other
21
     title.
22
               For anyone who wishes to testify, there's
23
    a sign-up sheet on the back table. This hearing is
24
    broadcast over the Internet from the Secretary of
    State's website, and public restrooms are located on
25
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- 1 this floor.
- When a Title Board considers a proposed
- 3 initiative for the first time, the Board will follow
- 4 three steps. First, Board members may ask questions
- of the proponents. This is to ensure the Board
- 6 understands the proposal.
- 7 Then the Board will determine if it has
- 8 jurisdiction to set title. In particular, the Board
- 9 must determine if the measure complies with the
- 10 single subject rule proscribed in Article V, Section
- 11 1 5.5 of the Colorado constitution, and Section
- 12 1-40-106.5 Colorado Revised Statutes. This is
- 13 because the Board is prohibited from setting a title
- 14 for a measure that contains more than one subject.
- 15 If the Board determines it has
- 16 jurisdiction to set a title, then the Board will use
- 17 a staff prepared draft for discussion purposes. A
- 18 copy of the staff draft is on the table.
- 19 Generally we'll take all testimony first,
- 20 and then the Board will discuss and vote after all
- 21 testimony has been completed. A decision is reached
- 22 by two of the three members of the Board.
- 23 Please take note we're not concerned with
- 24 the merits of any proposal here. We're only
- 25 concerned with the setting of title. Furthermore,

Page 4

- we're not concerned with any legal or constitutional
- 2 objections to the measures except to the extent that
- 3 such objections relate to the jurisdiction of the
- 4 Board to set titles or to the correctness of the
- 5 titles and summaries themselves. Anyone who is
- 6 dissatisfied with the decision of the Title Board
- 7 may file a motion for rehearing with the Secretary
- 8 of State within seven calendar days.
- 9 In the interest of brevity, speakers may
- 10 incorporate remarks made on the record in prior
- 11 hearings on similar measures. And if necessary time
- 12 limits can be imposed on testimony.
- Today we have, I think, nine items on the
- 14 agenda set for hearing. The first item is 2015-2016
- #93 Threshold for Voter Approval of Initiated
- 16 Constitutional Amendments.
- And if the proponents' representative
- 18 could come forward and introduce yourself and your
- 19 proponents.
- MR. WISOR: Good morning, my name is --
- 21 start again. My name is Dee Wisor. I'm a partner
- 22 in the law firm of Butler Snow. I'm here
- 23 representing the proponents for initiative --
- 24 Proposed Initiative 93. The designated
- 25 representatives for the proponents are with me, Greg

- 1 Brophy and Dan Gibbs are here in the front row.
- 2 MS. STAIERT: And on the issue of
- 3 jurisdiction, do you want to tell us what you
- 4 believe your single subject is.
- 5 MR. WISOR: Yes. Our single subject is
- 6 to make it more difficult to amend the Colorado
- 7 constitution.
- 8 MS. STAIERT: And are there any questions
- 9 by the Board for the proponents on the issue of
- 10 jurisdiction?
- MR. GELENDER: No.
- MS. STAIERT: Is there anybody here
- 13 signed up to testify on this issue?
- 14 All right.
- MR. GELENDER: I would move that we find
- 16 the Proposed Initiative 2015-2016 #93 has a single
- 17 subject and that we have jurisdiction to set a
- 18 title.
- MS. STAIERT: All right. All those in
- 20 favor? I quess we need a second. I'll second it.
- 21 And then all those in favor?
- MR. GELENDER: Aye.
- MR. ROPER: Aye.
- MS. STAIERT: Aye.
- 25 All right. That takes us to the staff

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Page 6
 1
     draft. And do you have comments on the staff draft?
                MR. WISOR: I do. Actually, if it's all
 2
     right I have a proposal for you which I will
 3
 4
     distribute here momentarily.
 5
                MS. STAIERT:
                              Thanks.
                MR. WISOR: I would like to suggest this
 6
     alternative that would actually, I understand,
 7
 8
     deviate a little bit from your convention of using
 9
     the phrase "concerning" and again the phrase "in
     connection therewith." But I guess my -- my
10
11
     proposal is that those aren't helpful to the
12
     understanding of the measure and that what -- what I
13
     would propose is a simpler, more user friendly
14
     measure that would say an amendment to the Colorado
15
     constitution, making it more difficult to amend the
     Colorado constitution by requiring at least 55
16
17
     percent of the votes cast on a constitutional
18
     amendment for it to be approved and specifying the
19
     increase does not apply to an initiated or referred
20
    proposed constitutional amendment that only repeals
21
     a provision of the constitution.
22
                MS. STAIERT: You know, we're not real
23
    wild about the "concerning" and "in connection
    therewith" either, but it's the format that is
24
    specified that we have to use. And I think the only
25
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- 1 time we've ever deviated from it is when we don't
- 2 have to connect issues.
- 3 So, for instance, if this was strictly a
- 4 55 percent and you weren't doing something else that
- 5 we had to explain in it, then I think there have
- 6 been times that we have not used that language.
- But, Jason, you can correct me if I'm
- 8 wrong but...
- 9 MR. GELENDER: Yeah. I think the way
- 10 you've described what we do when it's short enough
- 11 that we would just be repeating if we tried to do a
- 12 separate single subject in a trailer.
- MS. STAIERT: Yeah. But it's -- it's
- 14 never been something the Board's been really
- 15 attached to either, but it's just the requirement
- 16 that has been specified by, you know -- and we
- 17 actually went and tried to clean that up in statute
- 18 a couple years ago -- and it didn't pass -- to give
- 19 ourselves a little bit more room to offer some plain
- 20 language solutions, but we didn't get there, so...
- 21 MR. WISOR: I guess in this context they
- 22 still think this is clearly a single subject.
- 23 You've already determined that. And there really
- 24 aren't two separate purposes here. There's only one
- 25 purpose within that and that's to increase the

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Page 8
     threshold for those initiatives -- for most of the
 1
 2
     initiated constitutional -- initiated or referred
 3
     constitutional amendments, and then there's this
 4
     exception for those that only repeal.
 5
                So I'd -- I'd suggest we still should
 6
     consider a proposal not to use the more legalistic
 7
     approach to this question, rather find something
8
     that the voters would find more user friendly.
9
                MR. GELENDER: I think one of the
10
     difficulties I have with your suggestion is that,
11
     you know, there's the implication that may be more
12
     difficult to amend is entirely the single subject.
13
     But then you're also listing the exception.
14
     course, the exception doesn't make it more difficult
15
     to do anything.
16
                  So I don't know that I'm -- and we've
     also tended not so much -- we've tended to keep our
17
     single subjects, I think, a little bit simpler, not
18
19
     so much a statement of the purpose of the amendment.
20
     It's just what it concerns. What do you think?
21
                  MS. STAIERT: Yeah, I'm just trying to
22
     find where that language appears and how much leeway
23
     we really have.
24
                  MR. WISOR: I don't know if I'd call it
25
     a concern I have, but maybe twice that is not make
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- 1 it more (inaudible).
- Thank you. It does not make it more
- 3 difficult to amend the constitution for every type
- 4 of amendment but only for certain amendments,
- 5 specifically those that do not seek to repeal a
- 6 provision of the constitution.
- 7 MR. GELENDER: And so to restate it the
- 8 exception is to maintain the current circumstance as
- 9 to repeals.
- MR. WISOR: Right.
- MR. GELENDER: The only thing that
- 12 you're changing here is -- is things that don't
- 13 repeal. It's a way of defining what the 55 percent
- 14 requirement applies to. So it's not a change in the
- 15 current law.
- MR. GELENDER: And while we're thinking
- 17 about this I do have one quick question which is you
- 18 have the language slightly different in 93 and 94,
- 19 one saying repeal, one saying, you know, adds.
- 20 Substantively you see those as identical.
- MR. WISOR: Substantively they are the
- 22 same, just different ways of coming at the issue.
- MR. GELENDER: So it would also be
- 24 accurate to just say that you don't have -- in whole
- 25 and in part of any provision, so long as you're

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Page 10
 1
     removing language, you're not subject to the
 2
     increased percentage of --
 3
                MR. WISOR: That's correct.
                MR. GELENDER: -- what's required.
 4
 5
                MR. WISOR: So jumped ahead a little bit,
     but when you think about 94, we don't have to have
 6
 7
     the exception.
 8
                MR. GELENDER:
                               Right.
 9
                MR. WISOR: So if your concern is around
10
     that when we get to 94, then we ought to have that
11
     conversation again.
12
                MR. GELENDER: I think my question for
     the other Board members would be whether we want to
13
14
     sort of go down the road of, you know, expressing
15
     the purpose or if we just want to say what the thing
16
            I think Mr. Wisor's suggested language is
17
     "more difficult to amend" is accurate -- is accurate
18
     in general. It explains the purpose of the
     initiative. You know, it's -- it may be more
19
     persuasive to some people, but it certainly doesn't
20
     seem to rise to the level of a catch phrase.
21
22
                MS. STAIERT: Yeah, I don't think it's a
     catch phrase because I think some people will think
23
     that's great and some people will think that's awful
24
25
     and you're not...
```

- 1 MR. GELENDER: Right.
- 2 MS. STAIERT: -- suggesting an answer
- 3 to the question.
- 4 MR. WISOR: That's right. We agree with
- 5 that. We think it's just an accurate descriptor of
- 6 what the measure does.
- 7 MS. STAIERT: Yeah.
- 8 MR. GELENDER: In -- in your revision or
- 9 your proposal you do not have -- you don't have the
- 10 language whether citizen initiated or referred by
- 11 the general assembly.
- MR. WISOR: I don't feel strongly about
- 13 that. If the Board prefers that, that would be all
- 14 right with me. I just -- it seemed to me
- 15 constitutional amendment covers both of those
- 16 things, which is why I didn't think it was necessary
- 17 to have it in the title.
- MR. GELENDER: So I think my initial
- 19 inclination is rather than doing the suggested more
- 20 difficult language, I would like to tweak the staff
- 21 draft. I would suggest a single subject that says
- 22 "an amendment to the Colorado constitution
- 23 concerning the percentage of votes cast needed to
- 24 approve a proposed constitutional amendment," which
- 25 I think makes the point, and then a shortened

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Page 12
 1
     trailer thereafter.
                MS. STAIERT: So I would -- I was
 2
 3
     thinking "an amendment to the Colorado constitution
    making it more difficult to amend the Constitution
 4
 5
     and in connection therewith."
                MR. GELENDER: That's fine too.
 6
                MS. STAIERT: Then you get -- then we get
 7
     the -- the purpose up in the top line. And I
 8
 9
     think -- I mean, I think "in connection therewith,"
10
     then we could do his language that says --
                MR. GELENDER: Steve, I think you need to
11
12
     take out "concerning" as well.
13
                MS. STAIERT: Yeah. Just... and then
14
     increasing the number of votes needed to pass a
15
     proposed constitutional amendment and get rid of --
16
     I agree, get rid of "whether citizen initiated or
     referred." I don't think that's something that the
17
18
     voters would be all that concerned about.
19
                MR. ROPER: Jason, what was the language
20
     that you had proposed for that section instead of
21
     increasing the number of votes needed to pass?
22
                MR. GELENDER: Well, it was -- so it
23
    would just say -- it would actually stick with how
24
     it is. I do think it's important -- not
25
     important -- but better to state that it's from a
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- 1 majority to 55 percent. I mean, the vast majority
- 2 of people I think do know that it's a simple
- 3 majority vote, but doesn't -- it's still a little
- 4 clearer to put it in for the handful that might not.
- 5 And I think with the last clause -- I
- 6 think we can shorten that and say "unless the
- 7 proposed constitutional amendment only removes
- 8 language from the constitution" because I think when
- 9 you say repeals a provision, doesn't include that
- 10 possibility of just taking out a few words. It sort
- of suggests that you're repealing a whole subsection
- 12 or paragraph or something.
- MR. ROPER: So you're saying instead of
- 14 repeals a provision, removes language?
- MR. GELENDER: Yeah, that only -- yeah,
- 16 I'm sorry, I was going to say only removes language
- 17 from the constitution.
- 18 MR. ROPER: Instead of number of votes,
- 19 do we need to say percentage of votes?
- 20 MR. GELENDER: Yes. That's on line 3.
- MR. ROPER: The third line.
- MR. GELENDER: Yep.
- 23 MR. ROPER: I think when you read a
- 24 moment ago, you said "approve" instead of "pass."
- MR. GELENDER: Yeah, and I don't feel

Page 14 strongly about that. To me pass is just a little --1 2 I feel like there's a concurrent resolution if it's 3 referred, the general assembly passes it, and then the people approve it, and this deals with that 4 5 second requirement. So I think it's a little 6 clearer to me, but I don't feel strongly about it at 7 all. 8 MR. ROPER: At the risk of beating a dead 9 horse, I wonder if we could consider striking "in 10 connection therewith." I didn't understand there to 11 be a statutory requirement that caused us to have to 12 do that. 13 MS. STAIERT: It's -- I don't think it's 14 statutory. It's just that the case law has, you 15 know, consistently been in that format, and the only 16 time we've ever deviated from that format is when we 17 didn't have to do a trailer. So when it was so 18 simplistic that it was like a three-line -- and I 19 think we just as a Board sort of hesitate to do anything very different just because these are, you 20 21 know, so heavily litigated. 22 But, I mean, I suppose, if you want to 23 give it a shot. I don't know how the other Board 24 members feel about it.

MR. ROPER:

It seems to me that if we

25

- 1 said "in connection therewith" if we say "by
- 2 increasing" and then let's see -- I have got to go
- 3 down further. Yeah, just "by increasing," I think
- 4 that should do it.
- 5 MR. GELENDER: Well, I think he's right
- 6 in the sense that if we're going to go away from the
- 7 "concerning," then -- then we're doing that so we
- 8 can just say we might as well just make it one
- 9 sentence, especially now we don't have an "and"
- 10 since I've gone with that "unless" language.
- MR. ROPER: Right. Right.
- MS. STAIERT: Okay.
- MR. GELENDER: So, I mean, if we are
- 14 going to do it that way, then I'd just say I think
- 15 that's right. "Make it more difficult to amend the
- 16 Colorado constitution by increasing." I think
- 17 that's fine. Do we want to -- should I move that we
- 18 adopt those now so we can look at them?
- 19 MS. STAIERT: Sure.
- MR. GELENDER: I move that we adopt the
- 21 changes as shown on the screen.
- MR. ROPER: Second.
- MS. STAIERT: All those in favor?
- 24 Aye.
- MR. ROPER: Aye.

```
Page 16
 1
                MR. GELENDER: Aye.
 2
                MS. STAIERT: All right. So the way it
     reads now is, "An amendment to the Colorado
 3
     constitution -- constitution making it more
     difficult to amend the Colorado constitution by
 5
     increasing the percentage of votes needed to pass
 6
 7
     the proposed constitutional amendment from a
 8
     majority to at least 55 percent of the votes cast
 9
     unless the proposed constitutional amendment only
10
     removes language from the constitution."
11
                MR. ROPER: I would put a comma between
12
     "cast" and "unless."
13
                MR. GELENDER: I think that's fine.
14
                MR. ROPER: Okay.
15
                MS. STAIERT: All right.
16
                MR. GELENDER: I would move that we set
17
     the title for Proposed Initiative 2015-16 #93 as
18
     we've amended the staff draft and now appears on the
19
     screen.
20
                MR. ROPER: Second.
21
                MS. STAIERT: All those in favor?
22
                MR. ROPER: Aye.
23
                MR. GELENDER: Aye.
24
                MS. STAIERT: Aye.
25
                (End of requested transcription.)
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REPORTER'S CERTIFICATE

STATE OF COLORADO)
) ss.
COUNTY OF DENVER)

I, Jennifer W. Hulac, Registered

Professional Reporter and Notary Public within and

for the State of Colorado, do hereby certify that

the foregoing constitutes a true and correct

transcript of the disc provided by the Secretary of

State's Office.

I further certify that I am not related to, employed by, nor of counsel for any of the parties or attorneys herein, nor otherwise interested in the result of the within action.

IN WITNESS WHEREOF, I have affixed my signature and seal this 13th day of April, 2016.

Jennifer W. Hulac NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19924014583 My Commission Expires November 5, 2016

JENN FER W. HULAC

Registered Professional Reporter