Second Regular Session Seventieth General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 16-0625.01 Bob Lackner x4350

SENATE BILL 16-106

SENATE SPONSORSHIP

Holbert,

HOUSE SPONSORSHIP

Salazar,

Senate Committees State Veterans & Military Affai

State, Veterans, & Military Affairs Appropriations

House Committees

State, Veterans, & Military Affairs Appropriations

A BILL FOR AN ACT

| 101 | CONCERNING | MEASURES | TO | FAC | ILITATE | THE | EFFIC | IENT |
|-----|----------------|--------------|--------|-------|----------|--------|--------|------|
| 102 | ADMINIS | TRATION OF C | OLOR | ADO I | LAWS GOV | ERNIN | G CAMP | AIGN |
| 103 | FINANCE | , AND, IN CO | ONNEC | CTION | THEREW | ITH, M | IAKING | AND |
| 104 | REDUCIN | G AN APPROPI | RIATIO | ON. | | | | |

Bill Summary

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

The bill does the following to facilitate the administration of Colorado laws governing campaign finance:

! Section 1 modifies the definition of "limited liability

SENATE rd Reading Unamended March 18, 2016

SENATE Amended 2nd Reading March 17, 2016 company" in the "Fair Campaign Practices Act".

Section 2 authorizes the secretary of state to appoint and designate persons to serve as administrative law judges (ALJ) in connection with any complaint alleging a violation of the campaign finance laws that is referred to such ALJ, and specifies procedures by which ALJ appointments are to be made. The bill further specifies minimum requirements and powers and duties for a person appointed to be an ALJ. Not later than January 1, 2017, the secretary is required to establish and maintain a program to train these ALJs to undertake their powers and duties.

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

SECTION 1. In Colorado Revised Statutes, 1-45-111.5, amend

3 (2); and **add** (5) as follows:

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1-45-111.5. Duties of the secretary of state - enforcement sanctions - definition. (2) A party in any action brought to enforce the provisions of article XXVIII of the state constitution or of this article shall be IS entitled to the recovery of the party's reasonable attorney fees and costs from any attorney or party who has brought or defended the action, either in whole or in part, upon a determination by the office of administrative courts that the action, or any part thereof, lacked substantial justification or that the action, or any part thereof, was interposed for delay or harassment or if it finds that an attorney or party unnecessarily expanded the proceeding by other improper conduct. including, but not limited to, abuses of discovery procedures available under the Colorado rules of civil procedure. A PARTY AWARDED ATTORNEY FEES UNDER THIS SUBSECTION (2) MAY SEEK ENFORCEMENT OF THE AWARD IN A PRIVATE CAUSE OF ACTION BROUGHT UNDER SECTION 9 (2) OF ARTICLE XXVIII OF THE STATE CONSTITUTION WITHOUT RESORT TO THE SECRETARY OF STATE. Notwithstanding any other provision of this

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| 1 | subsection (2), no attorney fees may be awarded under this subsection (2) |
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| 2 | unless the court or administrative law judge, as applicable, has first |
| 3 | considered the provisions of section 13-17-102 (5) and (6), C.R.S. For |
| 4 | purposes of this subsection (2), "lacked substantial justification" means |
| 5 | substantially frivolous, substantially groundless, or substantially |
| 6 | vexatious. |
| 7 | (5) Not later than December, 1, 2016, the secretary of |
| 8 | STATE SHALL CREATE AND POST ON THE SECRETARY'S OFFICIAL WEB SITE |
| 9 | A CAMPAIGN FINANCE TRAINING COURSE THAT OFFERS SUFFICIENT |
| 10 | CONTENT TO SATISFY THE TRAINING REQUIREMENTS FOR ADMINISTRATIVE |
| 11 | LAW JUDGES THAT IS REQUIRED BY SECTION 24-30-1003 (6), C.R.S. |
| 12 | SECTION 2. In Colorado Revised Statutes, 24-30-1003, add (6) |
| 13 | as follows: |
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| 14 | 24-30-1003. Administrative law judges - appointment - |
| 14 15 | 24-30-1003. Administrative law judges - appointment - qualifications - standards of conduct. (6) ON AND AFTER JANUARY 1, |
| | |
| 15 | qualifications - standards of conduct. (6) ON AND AFTER JANUARY 1, |
| 15 16 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the |
| 15 16 17 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) |
| 15 16 17 18 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) of article XXVIII of the state constitution, an administrative |
| 15 16 17 18 19 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) of article XXVIII of the state constitution, an administrative law judge shall complete four credit hours of continuing legal |
| 15 16 17 18 19 20 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) of article XXVIII of the state constitution, an administrative law judge shall complete four credit hours of continuing legal education courses that have been certified by the Colorado |
| 15 16 17 18 19 20 21 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) of article XXVIII of the state constitution, an administrative law judge shall complete four credit hours of continuing legal education courses that have been certified by the Colorado supreme court. The four credit hours of legal education must be |
| 15 16 17 18 19 20 21 22 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) of article XXVIII of the state constitution, an administrative law judge shall complete four credit hours of continuing legal education courses that have been certified by the Colorado supreme court. The four credit hours of legal education must be substantially related to election or campaign finance law. An |
| 15 16 17 18 19 20 21 22 23 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) of article XXVIII of the state constitution, an administrative law judge shall complete four credit hours of continuing legal education courses that have been certified by the Colorado supreme court. The four credit hours of legal education must be substantially related to election or campaign finance law. An administrative law judge who hears campaign finance |
| 15 16 17 18 19 20 21 22 23 24 | qualifications - standards of conduct. (6) On and after January 1, 2017, before hearing a complaint that has been filed with the office of administrative courts in accordance with section 9 (2) of article XXVIII of the state constitution, an administrative law judge shall complete four credit hours of continuing legal education courses that have been certified by the Colorado supreme court. The four credit hours of legal education must be substantially related to election or campaign finance law. An administrative law judge who hears campaign finance complaints must obtain the four credit hours on an annual basis. |

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PURSUANT TO SECTION 1-45-111.5 (5), C.R.S.

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| 2 | SECTION 3. Act subject to petition - effective date. This act |
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| 3 | takes effect at 12:01 a.m. on the day following the expiration of the |
| 4 | ninety-day period after final adjournment of the general assembly (August |
| 5 | 10, 2016, if adjournment sine die is on May 11, 2016); except that, if a |
| 6 | referendum petition is filed pursuant to section 1 (3) of article V of the |
| 7 | state constitution against this act or an item, section, or part of this act |
| 8 | within such period, then the act, item, section, or part will not take effect |
| 9 | unless approved by the people at the general election to be held in |
| 10 | November 2016 and, in such case, will take effect on the date of the |
| 11 | official declaration of the vote thereon by the governor. |

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