HOUSE JOURNAL

SIXTY-FOURTH GENERAL ASSEMBLY

STATE OF COLORADO

First Regular Session

Fifty-first Legislative Day

Thursday, February 27, 2003

Prayer by Pastor Rick Long, Grace Church, Arvada. 3 The Speaker called the House to order at 9:00 a.m. 4 5 Pledge of Allegiance led by Representative Lundberg. 6 7 The roll was called with the following result: 8 9 Present--62. 10 Excused--Representatives Butcher, Hall, Hoppe--3. 11 12 The Speaker declared a quorum present. 13 14 On motion of Representative Lundberg, the reading of the journal of 15 February 26, 2003, was declared dispensed with and approved as 16 corrected by the Chief Clerk. 17 18 19 20 CONSENT GRANTED TO CONFERENCE COMMITTEE 21

SB03-183

by Senator(s) Reeves, Owen, Teck; also Representative(s) Plant, Witwer, Young--Concerning the modification of certain preschool through twelfth grade public education programs, and making appropriations in connection therewith.

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Representative Plant moved that the Second Conference Committee on SB03-183 be granted permission to go beyond the scope of the difference between the House and the Senate. The motion was passed by the following roll call vote:

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34	YES	62	NO	00	EXCUSED	03	ABSENT	00
35	Berry	Y	Garcia	Y	McCluskey	Y	Sinclair	Y
36	Borodkin	Y	Hall	E	McFadyen	Y	Smith	Y
37	Boyd	Y	Harvey	Y	Merrifield	Y	Spence	Y
38	Briggs	Y	Hefley	Y	Miller	Y	Stafford	Y
39	Brophy	Y	Hodge	Y	Mitchell	Y	Stengel	Y
40	Butcher	E	Hoppe	E	Paccione	Y	Tochtrop	Y
41	Cadman	Y	Jahn	Y	Plant	Y	Veiga	Y
42	Carroll	Y	Johnson	Y	Pommer	Y	Vigil	Y
43	Clapp	Y	Judd	Y	Ragsdale	Y	Weddig	Y

	1 480 > 10					•	•	
1 2 3 4 5 6 7 8	Cloer Coleman Crane Decker Fairbank Frangas Fritz	Y Y Y Y Y	King Larson Lee Lundberg Madden Marshall May	Y	Rippy Romanoff Rose Salazar Sanchez	Y Y Y Y Y	Weissmann White Wiens Williams S. Williams T. Witwer Young Speaker	Y Y Y Y Y Y Y
9 10 11 12	REI	PORT	S OF CO	MMI'	TTEES OF	REFI	ERENCE	
13 14 15 16 17	EDUCATION After consider following:	<u>N</u>						ls the
18 19 20 21	SB03-100	the		ee (ded, be refer with favo	
22	Amend reeng	grosse	d bill, page	4, af	ter line 18, ii	nsert t	he following	; :
23 24 25 26 27 28 29 30 31 32	"(4) N TO THE CONT ONLY AWARI DIPLOMA AI "HONORARY"	RARY DADII ND T	, A BOARD (PLOMA PUR	OF EDI SUAN	UCATION OF Δ Γ TO THIS SE	A SCHO	AS AN HONO	MAY RARY
33 34 35	FINANCE After consider following:	eratio	on on the	merit	s, the Com	mittee	recommend	ls the
36 37 38 39	<u>HB03-1267</u>	the	mended as Committe ommendation	ee o		amen hole	ded, be refer with favo	red to orable
40 41	Amend print	ed bil	l, page 2, li	ne 2,	strike " Repe	al.";		
42 43	line 3, strike	"repe	aled as foll	ows:"	and substitu	ıte "ar	nended to rea	ad:";
44 45	line 4, strike	"surc	harges " an	d sub	stitute " conv	enien	ce fees";	
46 47	line 5, strike	"(1)"	and substit	ute "(1)";			
48 49	line 9, strike	"(2)"	and substit	ute "(2)";			
50 51 52	after line 16,	inser	t the follow	ing:				

"(3) A STATE GOVERNMENTAL ENTITY MAY IMPOSE A 54 CONVENIENCE FEE ON PERSONS WHO USE ALTERNATIVE FORMS OF 55 PAYMENT, BUT THE AMOUNT OF ANY CONVENIENCE FEE IMPOSED ON OR 56 AFTER THE EFFECTIVE DATE OF THIS SUBSECTION (3) SHALL NOT EXCEED THE ACTUAL ADDITIONAL COST INCURRED BY THE STATE GOVERNMENTAL AGENCY TO PROCESS THE TRANSACTION BY ALTERNATIVE FORM OF PAYMENT. ANY CONVENIENCE FEE ON A TRANSACTION INVOLVING AN ALTERNATIVE FORM OF PAYMENT SHALL BE IMPOSED IN ACCORDANCE WITH THE MASTER AGREEMENT NEGOTIATED BY THE STATE TREASURER AND THE RULES OF THE ALTERNATIVE PAYMENT PROVIDER.

SECTION 2. 29-11.5-103, Colorado Revised Statutes, is amended to read:

29-11.5-103. Limitations on convenience fees for the use of alternative forms of payment. (1) Except as otherwise provided in subsection (2) of this section, no local governmental entity that accepts one or more alternative forms of payment shall impose a surcharge upon any person for the privilege of using such alternative forms of payment.

(2) Notwithstanding the provisions of subsection (1) of this section, any local governmental entity that, on or before January 1, 1999, was accepting one or more alternative forms of payment for the payment of moneys payable to a local governmental entity and was imposing a surcharge for the privilege of using such alternative forms of payment may continue to impose such surcharge on persons who elect to use such alternative forms of payment on or after January 1, 1999, but shall not increase the amount of such surcharge.

(3) A LOCAL GOVERNMENTAL ENTITY MAY IMPOSE A CONVENIENCE FEE ON PERSONS WHO USE ALTERNATIVE FORMS OF PAYMENT, BUT THE AMOUNT OF ANY CONVENIENCE FEE IMPOSED ON OR AFTER THE EFFECTIVE DATE OF THIS SUBSECTION (3) SHALL NOT EXCEED THE ACTUAL ADDITIONAL COST INCURRED BY THE LOCAL GOVERNMENTAL AGENCY TO PROCESS THE TRANSACTION BY ALTERNATIVE FORM OF PAYMENT. ANY CONVENIENCE FEE ON A TRANSACTION INVOLVING A CREDIT, CHARGE, OR DEBIT CARD SHALL BE IMPOSED IN ACCORDANCE WITH THE RULES OF THE APPROPRIATE CARD ASSOCIATION.".

Renumber succeeding sections accordingly.

Page 2, line 21, strike "SECTION 29-11.5-103 (2)," and substitute "SECTIONS 24-19.5-103 (3) AND 29-11.5-103 (3),".

SB03-096 be referred to the Committee of the Whole with favorable recommendation.

JUDICIARY

After consideration on the merits, the Committee recommends the following:

SB03-109 be referred to the Committee of the Whole with favorable recommendation.

1	TRANSPOR	TATION & ENERGY
2		eration on the merits, the Committee recommends the
3	following:	,
4	C	
5	SB03-060	be amended as follows, and as so amended, be referred to
6		the Committee of the Whole with favorable
7		recommendation:
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9		grossed bill, page 3, line 19, after "OFFICE", insert "OR
10	PRINCIPAL FLI	EET MANAGEMENT FACILITY".
11	D 4 11 0	
12		, after "OFFICE", insert "OR PRINCIPAL FLEET MANAGEMENT
13	FACILITY";	
14	1: 4 - 64	"CEPTOR" STATE TO BRINGING THE PER MANAGEMENT
15		"OFFICE", insert "OR PRINCIPAL FLEET MANAGEMENT
16	FACILITY";	
17	often line 17	insert the following:
18 19	arter fine 17,	insert the following.
20	"(d) T	HE AUTHORIZED AGENT IN ANY COUNTY IN WHICH A FLEET
21		STRATION RENEWAL IS PROCESSED PURSUANT TO THIS
22		LTRANSMITTHE REGISTRATION FEES COLLECTED PURSUANT
23		2-3-139 TO THE DEPARTMENT. THE DEPARTMENT SHALL
24		IIT SUCH FEES TO THE AUTHORIZED AGENT IN THE COUNTY IN
25		LEET VEHICLE IS LOCATED AT THE TIME OF REGISTRATION,
26		HORIZED AGENT SHALL TRANSMIT SUCH FEES TO THE COUNTY
27	TREASURER PL	URSUANT TO SECTION 42-3-139.".
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29	Reletter succe	eeding paragraphs accordingly.
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31	Page 5, after 1	line 9, insert the following:
32	!!(-) N !	Torring by thing aparton and the government to Approx
33		OTHING IN THIS SECTION SHALL BE CONSTRUED TO AFFECT
34 35		ION OF HIGHWAY USERS TAX FUND MONEYS TO COUNTIES OR ES PURSUANT TO SECTIONS 43-4-207 AND 43-4-208, C.R.S.".
36	MUNICIPALITI	ESPURSUANT TO SECTIONS 43-4-207 AND 43-4-200, C.N.S
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39	SB03-223	be referred to the Committee of the Whole with favorable
40	<u>5200 220</u>	recommendation.
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44		PRINTING REPORT
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46	The Chief Cl	erk reports the following bill has been correctly printed:
47	HB03-1322.	
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50		MESSACES EDOM THE SENATE
51 52		MESSAGES FROM THE SENATE
52 53	Madam Speak	ger:
54	madam spear	101.
55	The Senate ha	s passed on Third Reading and returns herewith HB03-1151,
56	1067, 1144,	1

1 2 3	The Senate has passed on Third Reading and transmitted to the Revisor of Statutes:
5 4 5	SB03-106, amended as printed in Senate Journal, February 19, 2003, page 430, and in Senate Journal, February 25, pages 472-473,
6 7 8	HB03-1107, amended as printed in Senate Journal, February 25, 2003, page 473
9	
10 11 12	The Senate has postponed indefinitely HB03-1088. The bill is returned herewith.
13 14	The Constance adopted the First Deport of the First Conference Committee on
15 16	The Senate has adopted the First Report of the First Conference Committee on SB03-175, as printed in Senate Journal, February 26, and repassed the bill as amended.
17 18	The Senate has adopted the First Report of the First Conference Committee on
19 20 21	SB03-185, as printed in Senate Journal, February 26, and repassed the bill as amended.
22 23 24	The Senate has adopted the First Report of the First Conference Committee on SB03-190, as printed in Senate Journal, February 26, and repassed the bill as amended.
25 26	The Senate has adopted the First Report of the First Conference Committee on
27 28 29	SB03-200, as printed in Senate Journal, February 26, and repassed the bill as amended.
30 31 32	The Senate has adopted the First Report of the First Conference Committee on SB03-203, as printed in Senate Journal, February 26, and repassed the bill as amended.
33 34 35 36 37	The Senate has adopted the First Report of the First Conference Committee on SB03-205, as printed in Senate Journal, February 26, and repassed the bill as amended.
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39 40 41	In response to the request of the House for a Second Conference Committee on SB03-183, the Senate has discharged the First Conference Committee on SB03-183 and has appointed a Second Conference Committee. The President
42 43	appointed Senators Reeves, Chm., Owen, and Teck as members of the Second Conference Committee on the part of the Senate. The bill is transmitted
44	herewith.
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47 48	MESSAGE FROM THE REVISOR
49 50	We herewith transmit:
51 52	Without comment, as amended, SB03-106 and HB03-1107.
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1 2		MESSAGE FROM THE GOVERNOR
3 4 5	11:05 a.m.	eived the following on the 26th day of February, 2003, at The original is on file in the records of the House of es of the General Assembly.
6 7 8		Judith Rodrigue, Chief Clerk of the House
9	February 26,	2003
1 12 13 14 15	To the Honor House of Rep Sixty-fourth O First Regular Denver, CO 8	resentatives General Assembly Session
7 8	Ladies and Go	entlemen:
19 20 21		nor to inform you that I have approved and filed with the state the following act:
22 23 24 25 26	HB03-1302	Concerning Clarification Of The Applicability Of Statutory Provisions That Enacted Certain Notification Requirements Affecting Only Those Applications For Development Filed On Or After July1, 2001.
27 28		Approved February 26, 2003 at 8:48 a.m.
29 80 81 82 83	Sincerely, (signed) Bill Owens Governor	
34 35 36 37		INTRODUCTION OF BILL First Reading
88 89 10	The following indicated:	g bill was read by title and referred to the committee
11 12 13 14 15	HB03-1322 Committee or	by Representative(s) MitchellConcerning changes in the procedures for workers' compensation hearings. Business Affairs & Labor ———————————————————————————————————
6 7 8		INTRODUCTION OF RESOLUTION
19 50	The following rules:	resolution was read by title and laid over one day under the
51 52 53 54 55	<u>HJR03-1025</u>	by Representative(s) Coleman, Spradley, Cadman, Hoppe, Jahn, Stafford, Williams T.; also Senator(s) Gordon-Concerning Single Parents' Day.
55 56	WHER	EAS, Parents must invest unlimited time, energy, and

1 2 3 4	devotion when raising their children in order to provide them with the love, support, and guidance required to become responsible, productive, and successful adults; and
5 6 7	WHEREAS, The responsibility of raising children in today's society is particularly difficult when it falls on the shoulders of a single parent; and
8 9 10 11	WHEREAS, Every day, single parents bear the tremendous responsibilities of financially supporting and emotionally nurturing their children; and
12 13 14 15	WHEREAS, The number of single-parent families has more than doubled in the past twenty-five years; and
16 17 18	WHEREAS, Over twenty million children in this country currently live in single-parent homes; and
19 20 21	WHEREAS, The greatest need of every child is to be loved, whether they live in a single-parent or two-parent family; and
22 23 24	WHEREAS, The dedication and achievements of single parents are deserving of our recognition; and
25 26 27	WHEREAS, The United States Congress has established March 21 as "Single Parents' Day"; and
28 29 30	WHEREAS, In 1993, Colorado became the first state to sign a proclamation officially recognizing March 21 as "Single Parents' Day"; now, therefore,
31 32 33 34 35	Be It Resolved by the House of Representatives of the Sixty-fourth General Assembly of the State of Colorado, the Senate concurring herein:
36 37 38 39	That we, the members of the Sixty-fourth General Assembly, designate March 21, 2003, as "Single Parents' Day" in Colorado in recognition of the dedication and achievements of all single parents.
40 41 42	LAY OVER OF CALENDAR ITEMS
42	LAT OVER OF CALENDAR HEIVIS
44 45 46	On motion of Representative King, the following items on the Calendar were laid over until February 28, retaining place on Calendar:
47 48 49	Consideration of Special OrdersHB03-1242. Consideration of General OrdersHB03-1146, 1225, SB03-072, HB03-1250, 1020.
50 51 52	Consideration of Resolutions SJR03-017 , 018 , 019 , HJR03-1021 , 1023 , 1024 . Consideration of Senate Amendments HB03-1161 , 1018 .
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55 56	House in recess. House reconvened.

under the supervision of the administrator of the "Uniform Consumer Credit Code", whose office is created by section 5-6-103, C.R.S. 24-1-122 (4), Colorado Revised Statutes, is SECTION 4. amended BY THE ADDITION OF A NEW PARAGRAPH to read: 24-1-122. Department of regulatory agencies - creation. (4) The following boards and agencies are transferred by a type 2 transfer to the department of regulatory agencies and allocated to the division of registrations: THE COLLECTION AGENCY BOARD CREATED IN SECTION 12-14-116, C.R.S. **SECTION 5.** 12-14-103 (1), Colorado Revised Statutes, is amended, and the said 12-14-103 is further amended BY THE ADDITION OF A NEW SUBSECTION to read: **12-14-103. Definitions.** As used in this article, unless the context otherwise requires: (1) "Administrator" means the administrator of the "Uniform Consumer Credit Code", articles 1 to 9 of title 5, C.R.S., whose office is created in the department of law in section 5-6-103, C.R.S. (7.5) "DIRECTOR" MEANS THE DIRECTOR OF THE DIVISION OF REGISTRATIONS IN THE DEPARTMENT OF REGULATORY AGENCIES. **SECTION 6.** 12-14-109 (1) (f) and (1) (g), Colorado Revised Statutes, are amended to read: **12-14-109.** Validation of debts. (1) Within five days after the initial communication with a consumer in connection with the collection of any debt, a debt collector or collection agency shall, unless the following information is contained in the initial written communication or the consumer has paid the debt, send the consumer a written notice with the disclosures specified in paragraphs (a) to (g) of this subsection (1). If such disclosures are placed on the back of the notice, the front of the notice shall contain a statement notifying consumers of that fact. Such disclosures shall state: (f) That collection agencies are licensed by the collection agency board DIRECTOR. The address of the board DIRECTOR shall also be disclosed. If, however, the debt collector is a person employed by the department of personnel for the purpose of collecting debts due to the state on behalf of another state agency, the disclosure required under this paragraph (f) shall state that the activities of such debt collector are subject to sections 12-14-104 to 12-14-109, Colorado Revised Statutes, as contained in the "Colorado Fair Debt Collection Practices Act", that

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(g) That consumers shall not send payments to the collection agency board DIRECTOR.

complaints may be filed with the executive director of the department of

personnel, and that disciplinary actions will be subject to the rules and

regulations of the state personnel system.

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SECTION 7. 12-14-113 (5), Colorado Revised Statutes, is amended to read:

12-14-113. Civil liability. (5) No provision of this section imposing any liability shall apply to any act done or omitted in good faith in conformity with any advisory opinion of the board DIRECTOR, notwithstanding that, after such act or omission has occurred, such opinion is amended, rescinded, or determined by judicial or other authority to be invalid for any reason.

SECTION 8. 12-14-114, Colorado Revised Statutes, is amended to read:

- **12-14-114.** Administrative enforcement. Compliance with this article shall be enforced by the board DIRECTOR. The board has power to DIRECTOR MAY make reasonable rules and regulations for the administration and enforcement of this article, including standards of conduct for licensees and registrants and collection notices and forms.
- **SECTION 9.** 12-14-116 (1), Colorado Revised Statutes, is amended to read:
- **12-14-116.** Collection agency board created. (1) For the purpose of carrying out the provisions of this article ADVISING THE DIRECTOR, the governor shall appoint five members to the collection agency board, which board is hereby created. The members of the board serving on July 1, 1985, shall continue to serve their appointed terms, and their successors shall be appointed for three-year terms. Upon the death, resignation, or removal of any member of the board, the governor shall appoint a member to fill the unexpired term. Any member of the board may be removed by the governor for misconduct, neglect of duty, or incompetence. No member may serve more than two consecutive terms.
- **SECTION 10.** 12-14-117, Colorado Revised Statutes, is amended to read:
- 12-14-117. Powers and duties of the director. (1) Any provision of this article to the contrary notwithstanding, the board, created by section 12-14-116, is under the supervision and control of the administrator, who may exercise any of the powers granted to the board.
- (2) The administrator DIRECTOR is authorized to develop any examination required for the administration of this article and to determine the amount of any examination fee. The administrator DIRECTOR shall offer each such examination at least twice a year, or more frequently if demand warrants, and shall establish a passing score for each examination that reflects a minimum level of competency.
- (3) The administrator DIRECTOR is authorized to approve or deny any application submitted pursuant to this article and to issue any license authorized by this article.
- (4) Any complaint received by the administrator DIRECTOR regarding violations of this article by an attorney shall be forwarded to the supreme court's disciplinary counsel.

SECTION 11. Article 14 if title 12, Colorado Revised Statutes, is amended BY THE ADDITION OF A NEW SECTION to read: 12-14-117.5. Transfer of jurisdiction - reassignment of personnel. (1) ALL INVESTIGATIONS COMPLETED OR IN PROGRESS PURSUANT TO SECTION 12-14-130 AND INJUNCTIONS ISSUED PURSUANT TO SECTION 12-14-135 AS THESE SECTIONS EXISTED ON DECEMBER 31, 2003, INCLUDING CASES REFFED TO HEARING OR BEFORE AN ADMINISTRATIVE LAW JUDGE, SHALL BE REFERRED TO THE DIRECTOR FOR FINAL ADJUDICATION. ALL ACTIONS TAKEN AND DECISIONS RENDERED BY THE ADMINISTRATOR BEFORE JANUARY 1, 2004, PURSUANT TO THIS ARTICLE AS IT EXISTED ON DECEMBER 31, 2003, ARE HEREBY RATIFIED AND SHALL HAVE THE SAME FORCE AND EFFECT AS ACTIONS TAKEN AND DECISIONS RENDERED BY THE DIRECTOR. (3) ALL VALID AND ENFORCEABLE RULES OF THE COLLECTION AGENCY BOARD AS THEY EXISTED ON DECEMBER 31, 2003, ARE HEREBY DECLARED VALID AND ENFORCEABLE RULES OF THE DIRECTOR. REFERENCES TO THE ADMINISTRATOR IN SUCH RULES SHALL BE DEEMED TO REFER TO THE DIRECTOR. (4) ON JANUARY 1, 2004, ALL NONATTORNEY PERSONNEL OF THE DEPARTMENT OF LAW AND ALL ITEMS OF PROPERTY, INCLUDING DOCUMENTS AND RECORDS, NECESSARY FOR THE ADMINISTRATION AND ENFORCEMENT OF THIS ARTICLE SHALL BE TRANSFERRED TO THE DIVISION OF REGISTRATIONS. SUCH PERSONNEL SHALL RETAIN THEIR ACCRUED BENEFITS, INCLUDING LEAVE AND RETIREMENT, AND THEIR SERVICE SHALL BE DEEMED TO HAVE BEEN CONTINUOUS. **SECTION 12.** 12-14-118, Colorado Revised Statutes, is amended to read: **12-14-118.** Collection agency license - required. Any A person acting as a collection agency must SHALL possess a valid license issued by the administrator DIRECTOR in accordance with this article. and any rules and regulations adopted pursuant thereto. **SECTION 13.** 12-14-119 (1) (a) (II), (1) (b) (I) (A), the introductory portion to 12-14-119 (2), and 12-14-119 (2) (d) (IV), (3), (4), (5), (6), and (7), Colorado Revised Statutes, are amended to read: 12-14-119. Collection agency license - requirements **application - fee - expiration.** (1) As requisites for licensure, the applicant for a collection agency license shall:

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(a) (II) Notwithstanding the requirements of subparagraph (I) of this paragraph (a), the board DIRECTOR may substitute other business experience for such requirements where such business experience has provided comparable experience in collections.

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(b) (I) Employ a collections manager who shall:

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(A) If hired on or after July 1, 1990, Pass a written examination administered by the administrator DIRECTOR, unless such person was

approved by the collection agency board as collections manager before July 1, 1990, and has since been continuously employed by a licensed collection agency in this state OR HAS PASSED A WRITTEN EXAMINATION ADMINISTERED PRIOR TO JANUARY 1, 2004.

- (2) Each applicant for a collection agency license shall submit an application providing all information in the form and manner the administrator DIRECTOR shall designate, including, but not limited to:
- (d) For the principals and the collections manager of the applicant:
- (IV) The suspension or termination of approval of any collections manager under this article, or any other disciplinary or adverse action taken against the applicant, principal, or collections manager by the board DIRECTOR or any other jurisdiction.
- (3) At the time the application is submitted, the applicant shall pay a nonrefundable investigation fee in an amount to be determined by the board DIRECTOR.
- (4) When the administrator DIRECTOR approves the application, the applicant shall pay a nonrefundable license fee in an amount to be determined by the board DIRECTOR.
- (5) Each license issued pursuant to this section shall expire on July 1 of each year; except that THE DIRECTOR SHALL ESTABLISH PROCEDURES FOR THE MAINTENANCE OF LICENCE LISTS AND ESTABLISHMENT OF LICENSEE SCHEDULES, SUBJECT TO SECTION 24-34-102 (8), C.R.S. A licensee, at any time, may voluntarily surrender the license to the administrator DIRECTOR to be cancelled, but such surrender shall not affect the licensee's liability for violations of this article that occurred prior to the date of surrender.
- (6) If an application is approved between January 1 and June 30 in any year, the license fee for the remainder of that licensing year shall be one-half the license fee determined by the board.
- (7) A collection agency must SHALL obtain a license for its principal place of business, but its branch offices, if any, need not obtain separate licenses. A collection agency with branch offices must SHALL notify the administrator DIRECTOR in writing of the location of each branch office within thirty days after the branch office commences business.
- **SECTION 14.** 12-14-120 (1), (2), (6), and (7), Colorado Revised Statutes, are amended to read:
- **12-14-120.** License issuance grounds for denial appeal contents. (1) Upon the approval of the license application by the administrator DIRECTOR and the satisfaction of all application requirements, the administrator DIRECTOR shall issue the applicant a license to operate as a collection agency.
- (2) The administrator DIRECTOR may deny any application for a license or its renewal if any grounds exist that would justify disciplinary

action under section 12-14-130, for failure to meet the requirements of section 12-14-119, or if the applicant, the applicant's principles PRINCIPALS, or the applicant's collections manager have fraudulently obtained or attempted to obtain a license.

(6) The administrator DIRECTOR may deny any application for a license or its renewal if the collection agency has failed to perform the duties enumerated in section 12-14-123.

(7) The administrator DIRECTOR may deny any application for a license or its renewal if the collection agency does not have a positive net worth.

SECTION 15. 12-14-121, Colorado Revised Statutes, is amended to read:

12-14-121. Collection agency license - renewals. (1) Each licensee shall make an application to renew its license on or before June 15 of each year. Said application shall be in the form and manner prescribed by the administrator DIRECTOR and shall be accompanied by PAY a nonrefundable renewal fee in an amount determined by the board DIRECTOR.

(2) If the application is not postmarked on or before June 15, a penalty fee of twenty-five dollars per day shall be assessed and added to the license fee. No license shall be renewed until the total fee is paid.

(3) If a licensee fails to submit an application or any part of the total fee on or before July 15 of each year, the license shall automatically expire and an application for a new license must be submitted.

(4) If a licensee submits an application and the total fee on or before July 15 of the renewal year, the licensee may continue to operate as a collection agency until the renewal application is approved or denied.

SECTION 16. The introductory portion to 12-14-122 (1) (a), 12-14-122 (2) (a), the introductory portion to 12-14-122 (2) (c), and 12-14-122 (2) (c) (III), (3), (4), and (5), Colorado Revised Statutes, are amended to read:

12-14-122. Collection agency license - notification of change and reapplication requirements. (1) (a) Upon any of the following changes, the licensee shall notify the administrator DIRECTOR in writing of such change within thirty days after its occurrence:

(2) (a) Upon any of the changes specified in paragraph (c) of this subsection (2), the licensee shall apply for a new license within thirty days of AFTER said change. The administrator DIRECTOR shall have twenty-five days to review the application and issue or deny the new license. If the administrator DIRECTOR denies the license, the administrator DIRECTOR shall provide to the licensee a written statement stating why the application for the license was denied, and the licensee shall have fifteen days to cure any defects in said application. The administrator DIRECTOR shall approve or deny the resubmitted application within fifteen days.

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 (c) The changes which THAT require a new license application are:

(III) Any change of ownership structure, including but not limited to a change to or from a sole proprietorship, partnership, or corporation. No investigation fee shall be required in the event of such a change and the application required may be more abbreviated than that required for an initial license, as determined by the administrator DIRECTOR.

- (3) (a) Upon a change of collections manager, the licensee shall notify the administrator DIRECTOR in the form and manner designated by the administrator DIRECTOR. The licensee shall appoint a new collections manager within thirty days of AFTER such change.
- (b) The administrator DIRECTOR, within fifteen days, shall approve or disapprove the qualifications of the new collections manager, or shall direct the new collections manager to take the examination authorized pursuant to section 12-14-119 (1) (b).
- (c) The licensee may continue to operate as a collection agency unless and until the administrator DIRECTOR disapproves the qualifications of the new collections manager.
- (4) Any licensee which THAT has submitted an application for a new license may continue to operate as a collection agency until the final decision of the administrator DIRECTOR.
- (5) The licensee may appeal the final decision of the administrator DIRECTOR pursuant to section 24-4-104, C.R.S.
- **SECTION 17.** 12-14-123 (1) (e), Colorado Revised Statutes, is amended to read:

12-14-123. Duties of collection agencies. (1) A licensee shall:

- (e) Upon written demand of the board DIRECTOR, within five days of AFTER receipt of such demand, produce a complete set of all form notices or form letters used by the licensee in the collection of accounts;
- **SECTION 18.** 12-14-124 (1), (2), (3), (4), (5), (7), (8), and (10), Colorado Revised Statutes, are amended to read:
- 12-14-124. Bond. (1) Each licensee shall maintain at all times and each applicant shall file, prior to the issuance of any license to such applicant, a bond in the sum of twelve thousand dollars plus an additional two thousand dollars for each ten thousand dollars or part thereof by which the average monthly sums remitted or owed to all of its clients during the previous year exceed fifteen thousand dollars; or, in the alternative, an applicant or licensee shall present evidence of a savings account, deposit, or certificate of deposit of the same sum and meeting the requirements of section 11-35-101, C.R.S. The total amount of the bond shall not exceed twenty thousand dollars and shall be in favor of the attorney general of the state of Colorado for use of the people of the state of Colorado and the collection agency board DIRECTOR. Such bond shall be executed by the applicant or licensee as principal and by a corporation which THAT is licensed by the commissioner of insurance to transact the business of fidelity and surety insurance as surety. If any such surety,

during the life of the bond, cancels the bond or reduces the penal sum of the bond, it immediately shall notify the board DIRECTOR in writing. The board shall give notice to the licensee that the bond has been cancelled or reduced and that the licensee's license shall automatically expire unless a new or increased bond with proper sureties is filed within thirty days after the date the board DIRECTOR received the notice, or on such later date as is stated in the surety's notice.

(2) The bond shall include a condition that the licensee shall, upon demand in writing made by the board DIRECTOR, pay over to said board THE DIRECTOR, for the use of any client from whom any debt is taken or received for collection by said THE licensee, the proceeds of such collection, less the charges for collection in accordance with the terms of the agreement made between said THE licensee and the client.

(3) A client may file with the board DIRECTOR a duly verified claim as to money due such client for money collected by a licensee. If the board DIRECTOR makes a preliminary determination that a claim meets the requirements of this section, it THE DIRECTOR shall make a demand for the amount claimed. Such demand may be made on the licensee, the surety, or both.

(4) If a receiver has been appointed by any court of competent jurisdiction in the state of Colorado to take charge of the assets of any licensee, such receiver, upon the written consent of the board first had and obtained, DIRECTOR, may make demand for and receive payment on said bond from the surety on such bond of said licensee and, upon order of court, first had and obtained, may bring suit upon said bond in the name of such receiver, without joining the board DIRECTOR as a party to said action.

(5) If a client has filed a duly verified claim with the board, which DIRECTOR, WHO has refused to make demand upon the licensee or surety, the client may bring suit against the licensee or surety on the bond for the recovery of money due from such licensee without assignment of such bond to the client. Nothing in this section shall preclude a client from making a demand on both the licensee and the surety.

 (7) Such bond shall cover all matters placed with said THE licensee during the term of the license granted and any renewal, except as provided in this section. Such bond may be enforced in the manner described in this section, by a receiver appointed to take charge of the assets of any licensee, or by any client if the board DIRECTOR refuses to act. The aggregate liability of the surety, for any and all claims which THAT may arise under such bond, shall not exceed the penalty of such bond.

(8) Any licensee, at any time, may file a new bond with the board. Any surety may file with the board notice of withdrawal as surety on the bond of any licensee. Upon filing of such new bond or on expiration of thirty days after the filing of notice of withdrawal as surety by the surety, the liability of the former surety for all future acts of the licensee shall terminate, except as provided in subsection (9) of this section. The board DIRECTOR shall cancel the bond given by any surety company upon being advised its license to transact the business of fidelity and surety insurance has been revoked by the commissioner of insurance and shall notify the

licensee.

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(10) In lieu of an individual surety bond, the administrator DIRECTOR may authorize a blanket bond covering qualifying licensees in the sum of two million dollars in favor of the attorney general of the state of Colorado for use of the people of the state of Colorado and the collection agency board DIRECTOR. Each new and renewal applicant shall pay a fee in an amount determined by the administrator DIRECTOR to offset the applicant's share of the blanket bond. Conditions and procedures regarding the bond shall be as set forth in this section for individual bonds.

SECTION 19. 12-14-128 (4) (a), Colorado Revised Statutes, is amended to read:

- **12-14-128.** Unlawful acts. (4) It is unlawful and a violation of this article for any licensee, collections manager, debt collector, or solicitor:
- (a) To refuse or fail to comply with any rule and regulation adopted pursuant to this article or any lawful order of the board or administrator DIRECTOR; or
- **SECTION 20.** 12-14-130 (1), (2), (4), (5), (6), (7), (8), (9), (10) (a), (10) (b), and (11), Colorado Revised Statutes, are amended to read:
- 12-14-130. Complaint investigations powers of the board sanctions. (1) Upon the filing with the board by any interested person of a written complaint charging any person with a violation of this article, any rule adopted pursuant to this article, or any lawful order of the board DIRECTOR, the board DIRECTOR shall conduct an investigation thereof.
- (2) The board DIRECTOR may, on its HIS OR HER own motion, conduct an investigation of the conduct of any person concerning compliance with this article.
- (4) In any proceeding held under this section, the board DIRECTOR may accept as prima facie evidence of grounds for disciplinary or adverse action any disciplinary or adverse action taken against a licensee, the licensee's principles, debt collector, solicitor, or collections manager by another jurisdiction that issues professional, occupational, or business licenses, if the conduct which THAT prompted the disciplinary or adverse action by that jurisdiction would be grounds for disciplinary action under this section.
- The board DIRECTOR, or someone designated by it THE DIRECTOR for such purpose, has the right, during normal business hours without resort to subpoena, to examine the books, records, and files of If the books, records, and files are located outside Colorado, the licensee shall bear all expenses in making them available to the board DIRECTOR or IT'S THE DIRECTOR'S designee.
- (6) (a) The board DIRECTOR may require the making and filing, by any licensee, at any time, of a written, verified statement of the licensee's assets and liabilities, including, if requested, a detailed statement of amounts due claimants. The board DIRECTOR may also require an audited

statement when cause has been shown that an audited statement is needed.

(b) Any financial statement of any applicant or licensee required to be filed with the board DIRECTOR shall not be a public record but may be introduced in evidence in any court action or in any administrative action involving the applicant or licensee.

(7) For the purpose of any proceeding under this article, the board DIRECTOR may subpoen witnesses and compel them to give testimony under oath. If any witness subpoenaed by the board or an administrative law judge fails or refuses to appear or testify, the subpoenaing authority may petition the district court, and, upon proper showing, the court may order such witness to appear and testify. Disobedience of the order of court may be punished as a contempt of court.

(8) The board DIRECTOR may appoint an administrative law judge pursuant to part 10 of article 30 of title 24, C.R.S., to conduct any proceedings authorized under this article.

(9) If the board DIRECTOR finds cause to believe a licensee or collections manager has violated this article, any rules adopted pursuant to this article, or any lawful order of the board DIRECTOR, the board DIRECTOR shall so notify the licensee or collections manager and hold a hearing. Any proceedings conducted pursuant to this section shall be in accordance with article 4 of title 24, C.R.S.

(10) (a) If the board DIRECTOR or the administrative law judge finds that the licensee or collections manager has violated this article, the rules adopted pursuant to this article, or any lawful order of the board DIRECTOR, or if the licensee fraudulently obtained a license, the board DIRECTOR may issue letters of admonition, deny, revoke, or suspend the license of such licensee or approval of the collections manager, place such licensee or collections manager on probation, or impose administrative fines in an amount up to one thousand dollars per violation on the licensee or collections manager.

(b) The board or administrator DIRECTOR may issue letters of admonition pursuant to paragraph (a) of this subsection (10) without a hearing; except that the licensee or collections manager receiving the letter of admonition may request a hearing before the board DIRECTOR to appeal the issuance of the letter.

(11) The court of appeals shall have jurisdiction to review all final actions and orders that are subject to judicial review of the collection agency board DIRECTOR. Such proceedings shall be conducted in accordance with section 24-4-106 (11), C.R.S.

SECTION 21. 12-14-131, Colorado Revised Statutes, is amended to read:

12-14-131. Records. The administrator DIRECTOR shall keep a suitable record of all license applications and bonds required to be filed. Such record shall state whether a license has been issued under such application and bond and, if revoked, the date of the filing of the order of revocation. The administrator DIRECTOR shall keep a list of each person

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who has had a license revoked or has been terminated as a collections manager for a violation of this article. In such record, all licenses issued shall be indicated by their serial numbers and the names and addresses of the licensees. This section shall apply to renewal applications and renewal licenses. Such record shall be open for inspection as a public record in the office of the administrator DIRECTOR.

SECTION 22. 12-14-135, Colorado Revised Statutes, is amended to read:

- **12-14-135. Injunction receiver.** The district court in and for the city and county of Denver, upon application of the board DIRECTOR, may issue an injunction or other appropriate order restraining any person from any violation of this article and may appoint a receiver or award any other relief to effectuate the provisions of this article. This provision shall be in addition to any other remedy and shall not prohibit the enforcement of any other law. The board DIRECTOR shall not be required to show irreparable injury or to post a bond.
- **SECTION 23.** 12-14-136 (1) (a) and (2), Colorado Revised Statutes, are amended to read:
- **12-14-136.** Disposition of fees and fines. (1) (a) All revenue, except fines, collected pursuant to this article shall be collected by the administrator DIRECTOR and transmitted to the state treasurer, who shall credit the same to the collection agency cash fund, which fund is hereby created. The general assembly shall make annual appropriations from such fund for the uses and purposes of this article. All revenue credited to such fund, including earned interest, shall be used for the administration and enforcement of this article.
- (2) All fines collected pursuant to this article, including but not limited to fines collected pursuant to section 12-14-130, shall be collected by the administrator DIRECTOR and transmitted to the state treasurer, who shall credit the same to the collection agency cash GENERAL fund. created in subsection (1) of this section.
- SECTION 24. 12-14-137, Colorado Revised Statutes, is amended to read:
- **12-14-137. Termination of board.** The collection agency board shall be terminated July 1, 2003 2008. Prior to such termination, the board shall be reviewed as provided in section 24-34-104, C.R.S.
- **SECTION 25. Effective date.** Sections 1, 2, 24, 25, and 26 of this act shall take effect July 1, 2003. The remainder of this act shall take effect January 1, 2004.
- **SECTION 26. Safety clause.** The general assembly hereby finds, determines, and declares that this act is necessary for the immediate preservation of the public peace, health, and safety.".

1		MESSAGE FROM THE SENATE			
2 3	Madam Speak	ker:			
4 5	The Senate has adopted and returns herewith: HJR03-1018,				
6 7	The Senate ha	as adopted and transmits herewith: SJR03-024.			
8 9					
10 11 12 13		INTRODUCTION OF BILLS First Reading			
14 15 16	The following indicated:	g bills were read by title and referred to the committees			
17 18	<u>HB03-1323</u>	by Representative(s) MitchellConcerning the coordination of the permitting by all levels of government of			
19 20 21 22		natural resource development projects. Agriculture, Livestock, & Natural Resources Appropriations			
23 24	<u>HB03-1324</u>	by Representative(s) HarveyConcerning measures to promote the conservation of water.			
25 26 27		Agriculture, Livestock, & Natural Resources Local Government			
28 29 30	HB03-1325	by Representative(s) Vigil; also Senator(s) Tapia-Concerning the types of matches that make a participant a professional boxer.			
31 32	Committee on	State, Veterans, & Military Affairs			
33 34 35 36	<u>SB03-106</u>	by Senator(s) Jones, May R.; also Representative(s) LarsonConcerning third-party damages subject to subrogation in claims that are paid pursuant to the "Workers' Compensation Act of Colorado".			
37 38 39	Committee or	Business Affairs & Labor —————			
40 41		INTRODUCTION OF RESOLUTIONS			
42 43 44	The followin committees in	g resolutions were read by title and referred to the adicated:			
45 46 47	HJR03-1026	by Representative(s) Weddig, Hodge, Paccione, Weissmann, Williams S., Borodkin, Carroll, Coleman,			
48 49 50 51		Frangas, Garcia, Jahn, Judd, Madden, McFadyen, Merrifield, Miller, Plant, Pommer, Ragsdale, Rippy, Romanoff, Salazar, Sanchez, Veiga, Vigil; also Senator(s) Tupa, Hagedorn, Hanna, Nichol, Reeves, Takis, Tapia			
52 53	Committee or	Concerning Anti-Violence Week. State, Veterans, & Military Affairs			
54 55 56		REAS, There are many kinds of violence that affect dents including domestic violence, sexual violence, school			

violence, and hate crimes; and

of crime are victims of violent crime; and

WHEREAS, Crimes of violence are often under-reported due to the fear of retribution or fear of the stigma associated with victim status; and

Department of Justice, approximately twenty-four percent of all victims

WHEREAS, Nationally, as reported by the United States

WHEREAS, Violence creates a vicious cycle in which those who experience violence often perpetrate it; and

WHEREAS, Too many people, particularly women and children, are victims of violence; and

WHEREAS, A study on youth and violence by the Families and Work Institute in which school children across the nation were interviewed about violence found that emotional violence, such as teasing, cruel put-downs, and gossip, triggers more extreme violence, such as school shootings; and

WHEREAS, The study also suggests that youth violence can result from the societal pressures that celebrate sameness over diversity; and

WHEREAS, Youth violence is increasingly turning inward, resulting in suicide; and

WHEREAS, A recent report from the National Conference of State Legislatures notes that "More teenagers and young adults die from suicide each year than from cancer, heart disease, AIDS, birth defects, stroke, pneumonia, influenza, and chronic lung disease combined"; and

WHEREAS, Warning signs for youth suicide include being a victim of sexual abuse, witnessing domestic violence or being a victim of it, and being exposed to violence or trauma; and

WHEREAS, Fifty percent of the men who frequently assault their wives also frequently abuse their children; and

WHEREAS, In 2002, sixty-two people died in domestic-violence-related incidents in Colorado; and

WHEREAS, The prevalence of domestic violence is consistent across racial, ethnic, religious, and socioeconomic groups; and

WHEREAS, According to the National Violence Against Women Survey, "violence against women is predominantly intimate partner violence"; and

WHEREAS, One in four Colorado women and one in seventeen Colorado men have experienced a completed or attempted sexual assault in their lifetime; and

WHEREAS, A study by the National Center for Victims of Crime reports that the United States has "the world's highest rape rate of the

countries that publish such statistics"; and 2 3 WHEREAS, International Women's Day, globally celebrated on 4 March 8, is an internationally recognized day that originally championed 5 equal rights for women; and 6 7 WHEREAS, International Women's Day has evolved to honor all 8 women's struggles to improve their lives which include the struggles for 9 a greater quality of life, education, liberty, and anti-violence and safety; 10 now, therefore, 11 12 Be It Resolved by the House of Representatives of the Sixty-fourth General Assembly of the State of Colorado, the Senate concurring 13 14 herein: 15 (1) That we, the members of the Sixty-fourth General Assembly, 16 17 designate March 3rd through 9th, 2003, as Anti-Violence Week in order 18 to join the general public and anti-violence coalition groups in providing 19 a united front to reduce violence in Colorado. 20 21 (2) That we urge Coloradans to become involved in broader anti-violence coalitions in their local communities that press for 23 anti-violence awareness, education, and prevention at all levels. 24 25 Be It Further Resolved, That copies of this joint resolution be sent to Jennifer Corrigan of the Colorado Coalition Against Domestic 27 Violence; Rita Smith of the National Coalition Against Domestic 28 Violence; and Jill McFadden of the Colorado Coalition Against Sexual Assault. 30 31 32 33 **SJR03-024** by Senator(s) Owen, Teck, Reeves; also Representative(s) 34 Young, Witwer, Plant--Concerning the certification by the 35 general assembly of the amount of state education fund 36 revenues that should be considered available for 37 appropriation for the 2003-04 state fiscal year. 38 Committee on Education 39 40 41 42 On motion of Representative Berry, the House adjourned until 9:00 a.m., 43 February 28, 2003. 44 45 Approved: 46 47 48 49 LOLA SPRADLEY, 50 Speaker 51 Attest: 52 53 JUDITH RODRIGUE, 54 Chief Clerk