SENATE JOURNAL Sixty-fourth General Assembly STATE OF COLORADO First Regular Session

Eighty-fifth Legislative Day

Wednesday, April 2, 2003

Prayer By Chaplain David Chapman.

Pledge By Senator May.

Call to Order

By the President at 9:00 a.m.

Roll Call Present-- 34.

Absent/Excused--1; Isgar. Present later--Isgar.

The President announced a quorum present. Quorum

Reading of Journal

On motion of Senator Sandoval, reading of the Journal of April 1, 2003 was dispensed with and the Journal was approved as corrected by the Secretary.

MESSAGE FROM THE HOUSE

April 1, 2003 Mr. President:

The House has passed on Third Reading and transmitted to the Revisor of Statutes; SB03-015, amended as printed in House Journal, March 31, page 1339, and amended on Third Reading as printed in House Journal, April 1.

SB03-113, amended as printed in House Journal, March 31, pages 1339-1340, and amended on Third Reading as printed in House Journal, April 1. SB03-231, amended as printed in House Journal, March 31, page 1344, and amended on

Third Reading as printed in House Journal, April 1.

The House has passed on Third Reading and transmitted to the Revisor of Statutes; SB03-149, amended as printed in House Journal, March 31, pages 1340 & 1345. SB03-233, amended as printed in House Journal, March 31, page 1340.

SB03-036, amended as printed in House Journal, March 31, page 1340. SB03-235, amended as printed in House Journal, March 31, pages 1340-1341 SB03-107, amended as printed in House Journal, March 31, pages 1341. SB03-126, amended as printed in House Journal, March 31, pages 1342-1343.

SB03-237, amended as printed in House Journal, March 31, pages 1341-1342 & 1346-1347.

SB03-007, amended as printed in House Journal, March 31, pages 1343-1344. SB03-058, amended as printed in House Journal, March 31, pages 1344-1345.

The House has passed on Third Reading and returns herewith SB03-243

The House has passed on Third Reading and transmitted to the Revisor of Statutes HB03-1335.

The House has voted to concur in the Senate amendments to HB03-1304, 1221, 1255, 1061, 1108, 1186, 1298, 1290, 1232 and has repassed the bills as so amended.

The House has voted not to concur in the Senate amendments to HB03-1240 and requests that a conference committee be appointed. The Speaker has appointed Representatives Clapp, chairman, Hefley, and Jahn as House conferees on the First Conference Committee on HB03-1240. The bill is transmitted herewith.

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The House has voted not to concur in the Senate amendments to HB03-1172 and requests that a conference committee be appointed. The House has granted authorization to go beyond the scope of the differences. The bill is transmitted herewith.

The House has voted not to concur in the Senate amendments to HB03-1218 and requests that a conference committee be appointed. The Speaker has appointed Representatives Rose, chairman, Smith, and Miller as House conferees on the First Conference Committee on HB03-1218. The bill is transmitted herewith.

MESSAGE FROM THE REVISOR OF STATUTES

April 1, 2003

We herewith transmit:

Without comment, HB03-1335. Without comment, as amended, SB03-015, 113, 231, 149, 233, 036, 235, 107, 126, 237, 007, and 058.

SENATE SERVICES REPORT

Senate Services Correctly engrossed: SJR03-027, 030.

Correctly reengrossed: SB03-240, 246.

Correctly revised: HJR03-1034, 1036.

Correctly rerevised: HB03-1142, 1197.

Correctly enrolled: SB03-032, 086, 115, 116, 224, 234.

To the Governor for signature on Tuesday, April 1, 2003 at 9:49 a.m. SB03-013.

To the Governor for signature on Tuesday, April 1, 2003 at 3:50 p.m. SB03-032, 086, 115, 116, 130, 135, 224, 234.

SIGNING OF BILLS--RESOLUTIONS--MEMORIALS

The President has signed: SB03-032, 086, 115, 116, 224, 234.

The President has signed: HB03-1050, 1081, 1087, 1216, 1283, 1286.

The President has signed: HJR03-1012, 1025, 1031.

On motion of Senator Anderson, and with a two-thirds majority of those elected to the Senate having voted in the affirmative, SB03-261, SB03-265, SB03-273, SB03-263, SB03-269, SB03-282, SB03-267, SB03-272, SB03-262, SB03-271, SB03-277, SB03-285, SB03-300 were made Special Orders at 9:10 a.m.

Committee of the Whole

The hour of 9:10 a.m. having arrived, Senator Johnson moved that the Senate resolve itself 61 into the Committee of the Whole for consideration of Special Orders--Second Reading of Bills and Senator Johnson was called to the Chair to act as Chairman.

SPECIAL ORDERS--SECOND READING OF BILLS

The Committee of the Whole having risen, the Chairman reported that the following bills, reading at length having been dispensed with by unanimous consent, had been considered and action taken thereon as follows:

by Senator(s) Teck, Owen, Reeves; also Representative(s) Witwer, Plant, Young-Concerning fees assessed for the costs of administering programs in the department of local affairs, and, in connection therewith, increasing certain fees collected by the bond allocations committee, the office of the property tax administrator, and the board of assessment appeals, and making an appropriation.

Amendment No. 1(J.002), by Senator Teck.

Amend printed bill, page 10, line 9, after "thousand" insert "three hundred";

line 10, strike "(\$635,000)," and substitute "(\$635,300),";

line 20, strike "dollars (\$635,000);" and substitute "three hundred dollars (\$635,300);".

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

by Senator(s) Owen, Reeves, Teck; also Representative(s) Young, Plant, Witwer-Concerning the elimination of salary increases for certain state employees for the 2003-04 fiscal year, and making an appropriation in connection therewith.

<u>Amendment No. 1, Local Government Committee Amendment.</u> (Printed in Senate Journal, April 1, pages 835-836 and placed in members' bill files.)

Amendment No. 2(J.002), by Senator Owen.

Strike the Local Government committee report dated April 1, 2003 and substitute the following:

"Amend printed bill, page 6, after line 7, insert the following:

"(3) Footnote number 101 as enacted in Part VIII of section 2 of Senate Bill 03-258, enacted at the First Regular Session of the Sixty-fourth General Assembly, is amended to read:

Judicial Department, Supreme Court/Court of Appeals, Appellate Court Programs; Trial Courts, Trial Court Programs; Public Defender, Personal Services; Alternate Defense Counsel, Personal Services -- In accordance with Section 13-30-104 (3), C.R.S., funding is provided for a one-year increase in judicial compensation, as follows:

	Current FY 2003-04 Salary	<u>Increase</u>	FY 2003-04 Salary
Chief Justice, Supreme Court	116,117	3,716	119,833
Associate Justice, Supreme Court	113,637	3,636	117,273
Chief Judge, Court of Appeals	111,637	3,572	115,209
Associate Judge, Court of Appeals	109,137	3,492	112,629
District Court Judge	104,637	3,348	107,985
County Court Judge	100,137	3,204	103,341

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SB03-273

Judicial increases are based upon the percentage salary survey increase received by ALJ III's. Funding is provided to maintain the salary of the Public Defender at the level of an associate judge of the Court Appeals, and to maintain the salary of the Alternate Defense Counsel at the level of a district court judge."."

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

by Senator(s) Owen, Reeves, Teck; also Representative(s) Young, Plant, Witwer-Concerning allocation of state moneys to nonpublic higher education institutions for needbased financial aid, and making an appropriation in connection therewith.

<u>Amendment No. 1, State, Veterans and Military Affairs Committee Amendment.</u> (Printed in Senate Journal, April 1, page 837 and placed in members' bill files.)

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

by Senator(s) Teck, Owen, Reeves; also Representative(s) Witwer, Plant, Young--Concerning cash funding license plate issuance from license plate fees, and making an appropriation therefor.

Amendment No. 1, Transportation Committee Amendment. (Printed in Senate Journal, April 1, page 841 and placed in members' bill files.)

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

SB03-262 by Senator(s) Owen, Reeves, Teck; also Representative(s) Witwer, Plant, Young-Concerning transfers of moneys related to capital construction.

Ordered engrossed and placed on the calendar for Third Reading and Final Passage.

SB03-271 by Senator(s) Owen, Reeves, Teck; also Representative(s) Young, Plant, Witwer--Concerning the augmentation of the general fund through transfers of certain moneys.

<u>Amendment No. 1, Finance Committee Amendment</u>. (Printed in Senate Journal, April 1, pages 841-847 and placed in members' bill files.)

Amendment No. 2(L.005), by Senator Owen.

Amend the Finance Committee Report, dated April 1, 2003, page 10, line 3, strike "\$ 11.00 14.3" and substitute "\$ 11.00 14.30";

strike lines 25 through 28 and substitute the following:

"pounds additional overweight, plus \$400.00 \$148.00

SECTION 8. Applicability. This act shall apply to class A or class B traffic infractions or class 1 of class 2 misdemeanor traffic offenses committed on or after the effective date of this act.".".

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

by Senator(s) Reeves, Owen, Teck; also Representative(s) Plant, Witwer, Young--Concerning the inclusion of amounts of salary reductions resulting from the furloughing of certain members of the public employees' retirement association when calculating the highest average salary of such members for retirement purposes.

Amendment No. 1, Finance Committee Amendment. (Printed in Senate Journal, April 1, page 847 and placed in members' bill files.)

SB03-277

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

SB03-285

by Senator(s) Owen, Reeves, Teck; also Representative(s) Young, Plant, Witwer--Concerning the reduction of the statutorily required general fund reserve for the 2002-03 state fiscal year due to a revenue shortfall.

Ordered engrossed and placed on the calendar for Third Reading and Final Passage.

SB03-300

by Senator(s) Teck, Owen, Reeves; also Representative(s) Plant, Witwer, Young--Concerning the imposition of a management fee on certain funds that are invested by the state treasurer.

<u>Amendment No. 1, Finance Committee Amendment.</u> (Printed in Senate Journal, April 1, page 847 and placed in members' bill files.)

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

SB03-265

by Senator(s) Teck, Owen, Reeves; also Representative(s) Young, Plant, Witwer-Concerning the property tax exemption for qualifying seniors, and, in connection therewith, lowering the maximum amount of actual value of the primary owner-occupied residence of a qualifying senior that is partly exempt from property taxation, and making an appropriation in connection therewith.

Amendment No. 1(L.003), by Senators Lamborn and Evans.

Amend printed bill, page 2, line 5, after "2002,", insert "AND FOR PROPERTY TAX YEARS COMMENCING ON OR AFTER JANUARY 1, 2006,";

line 9, after "2003,", insert "BUT BEFORE JANUARY 1, 2006,".

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

(For further action, see Amendment to the Report of the Committee of the Whole.)

SB03-282

by Senator(s) Teck, Owen, Reeves; also Representative(s) Witwer, Plant, Young--Concerning tobacco litigation settlement moneys received by the state, and, in connection therewith, reallocating a portion of the moneys received in the 2002-03 fiscal year for the purpose of augmenting the state general fund, modifying appropriations for the 2002-03 fiscal year, and reducing and eliminating funding of specified programs from tobacco litigation settlement moneys in the 2003-04 fiscal year.

Amendment No. 1, State, Veterans and Military Affairs Committee Amendment. (Printed in Senate Journal, April 1, pages 837-840 and placed in members' bill files.)

Amendment No. 2(L.005), by Senator Keller.

Amend printed bill, page 5, line 14, strike "DOLLARS." and substitute "DOLLARS LESS ANY AMOUNT NEEDED TO PAY THE STATE'S SHARE OF THE ANNUAL FUNDING REQUIRED FOR THE "CHILD MENTAL HEALTH TREATMENT ACT", ARTICLE 10.3 OF TITLE 27, C.R.S., WHICH FUNDING SHALL BE APPROPRIATED FROM THE TOTAL AMOUNT OF SETTLEMENT MONEYS ANNUALLY RECEIVED BY THE STATE.".

Page 10, after line 26, insert the following:

"SECTION 13. Appropriation - adjustments to the 2003 long bill. (1) For the implementation of this act, appropriations made in the annual general appropriation act to the department of education, for the fiscal year beginning July 1, 2003, shall be adjusted as follows:

(a) The cash funds exempt appropriation to assistance to public schools, grant programs and other distributions, read-to-achieve cash fund, is decreased by five million nine hundred sixty-two thousand seven hundred fifty-nine dollars (\$5,962,759). Said sum shall be from the tobacco litigation settlement cash fund pursuant to section 24-75-1104, Colorado Revised Statutes.

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- (b) The cash funds exempt appropriation to assistance to public schools, grant programs and other distributions, for the read-to-achieve grant program, is decreased by five million nine hundred sixty-two thousand seven hundred fifty-nine dollars (\$5,962,759). Said sum shall be from the read-to-achieve cash fund pursuant to section 22-7-506, Colorado Revised Statutes.
- (2) For the implementation of this act, appropriations made in the annual general appropriation act to the department of health care policy and financing, for the fiscal year beginning July 1, 2003, shall be adjusted as follows:
- (a) The cash funds exempt appropriation to the indigent care program, comprehensive primary and preventive care fund, is decreased by five hundred eight thousand four hundred ninety-four dollars (\$508,494). Said sum shall be from the tobacco litigation settlement cash fund pursuant to section 24-75-1104, Colorado Revised Statutes.
- (b) The cash funds exempt appropriation to the indigent care program, for the comprehensive primary and preventive care grants program, is decreased by five hundred eight thousand four hundred ninety-four dollars (\$508,494). Said sum shall be from the comprehensive primary and preventive care fund pursuant to section 26-4-1007, Colorado Revised Statutes.
- (3) For the implementation of this act, appropriations made in the annual general appropriation act to the department of higher education, for the fiscal year beginning July 1, 2003, shall be adjusted as follows: The cash funds exempt appropriation to the governing boards and local district junior colleges, regents of the university of Colorado, other than tuition revenue, is decreased by seven million eight hundred ninety-nine thousand four hundred forty dollars (\$7,899,440). Said sum shall be from the tobacco litigation settlement cash fund pursuant to section 24-75-1104, Colorado Revised Statutes.
- (4) For the implementation of this act, appropriations made in the annual general appropriation act to the department of public health and environment, for the fiscal year beginning July 1, 2003, shall be adjusted as follows:
- (a) The cash funds exempt appropriation to prevention and intervention services for children and youth division, nurse home visitor program fund, is decreased by six hundred fifty thousand three hundred twenty-one dollars (\$650,321). Said sum shall be from the tobacco litigation settlement cash fund pursuant to section 24-75-1104, Colorado Revised Statutes.
- (b) The cash funds exempt appropriation to prevention and intervention services for children and youth division, for the nurse home visitor program, is decreased by six hundred fifty thousand three hundred twenty-one dollars (\$650,321). Said sum shall be from the nurse home visitor program fund created in section 25-31-107,(4), Colorado Revised Statutes.
- (c) The cash funds exempt appropriation to health promotion and disease prevention, tobacco education and prevention, personal services, is decreased by three hundred ninety-four thousand five hundred thirty-three dollars (\$394,533). Said sum shall be from the tobacco program fund pursuant to section 25-3.5-807, Colorado Revised Statutes.
- (d) The cash funds exempt appropriation to health promotion and disease prevention, tobacco education and prevention, for operating expenses, is decreased by twenty-eight thousand eight hundred fifty-eight dollars (\$28,858). Said sum shall be from the tobacco program fund pursuant to section 25-3.5-807, Colorado Revised Statutes.
- (e) The cash funds exempt appropriation to health promotion and disease prevention, tobacco education and prevention, for tobacco cessation and prevention grants, is decreased by eight million seven hundred thirty-four thousand nine hundred thirty-two dollars (\$8,734,932). Said sum shall be from the tobacco program fund pursuant

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to section 25-3.5-807, Colorado Revised Statutes.

- (f) The cash funds exempt appropriation to health promotion and disease prevention, for tobacco education and prevention, tobacco program fund, is decreased by nine million one hundred fifty-eight thousand three hundred twenty-three dollars (\$9,158,323). Said sum shall be from the tobacco litigation settlement cash fund pursuant to section 24-75-1104, Colorado Revised Statutes.
- (g) The cash funds exempt appropriation to health promotion and disease prevention, rural primary care, state dental loan repayment fund, is decreased by seventeen thousand one hundred sixty-six dollars (\$17,166). Said sum shall be from the tobacco litigation settlement cash fund pursuant to section 24-75-1104, Colorado Revised Statutes.
- (h) The cash funds exempt appropriation to health promotion and disease prevention, rural primary care, for dental programs, is decreased by seventeen thousand one hundred sixty-six dollars (\$17,166). Said sum shall be from the state dental loan repayment fund, pursuant to section 25-23-104, Colorado Revised Statutes.
- (5) For the implementation of this act, appropriations made in the annual general appropriation act to the department of military and veterans affairs, for the fiscal year beginning July 1, 2003, shall be adjusted as follows:
- (a) The cash funds exempt appropriation to the division of veterans affairs, Colorado state veterans trust fund, is decreased by eighty-four thousand seven hundred forty-nine dollars (\$84,749). Said sum shall be from the tobacco litigation settlement cash fund pursuant to section 24-75-1104, Colorado Revised Statutes.
- (b) The cash funds exempt appropriation to the division of veterans affairs, Colorado state veterans trust fund expenditures, is decreased by twenty-seven thousand five hundred eighty-one dollars (\$27,581). Said sum shall be from the Colorado state veterans trust fund pursuant to section 28-5-709(1)(a), Colorado Revised Statutes.
- **SECTION 14. Appropriation.** (1) In addition to any other appropriation, there is hereby appropriated, to the department of human services, for allocation to the mental health and alcohol and drug abuse services, mental health community programs, residential treatment for youth (H.B. 99-1116), for the fiscal year beginning July 1, 2003, the sum of five hundred thousand dollars (\$557,059), or so much thereof as may be necessary, for the provision of mental health services pursuant to article 10.3 of title 27, Colorado Revised Statutes. Of such sum, one hundred twenty-three thousand eight hundred sixty-three dollars (\$123,863) shall be out of any moneys in the tobacco litigation settlement cash fund not otherwise appropriated and four hundred thirty-three thousand one hundred ninety-six dollars (\$433,196) shall be cash funds exempt received from the department of health care policy and financing out of the appropriation made in subsection (2) of this section.
- (2) In addition to any other appropriation, there is hereby appropriated, to the department of health care policy and financing, for allocation to the department of human services medicaid-funded programs, mental health and alcohol and drug abuse services-medicaid funding, residential treatment for youth (H.B. 99-1116), for the fiscal year beginning July 1, 2003, the sum of two hundred sixteen thousand five hundred ninety-eight dollars (\$216,598) out of any moneys in the tobacco litigation settlement cash fund not otherwise appropriated. In addition to said appropriation, the general assembly anticipates that, for the fiscal year beginning July 1, 2003, the department of health care policy and financing will receive the sum of two hundred sixteen thousand five hundred ninety-eight dollars (\$216,598) in federal funds. Although the federal funds are not appropriated in this act, they are noted for the purpose of indicating the assumptions used relative to these funds in developing the state appropriation amounts.

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SECTION 15. Effective date. (1) Except as otherwise provided in subsection (2) of this section, this act shall take effect upon passage.

(2) Sections 13 and 14 of this act shall only take effect if Senate Bill 03-083 is enacted at the First Regular Session of the Sixty-fourth General Assembly and becomes law.".

Renumber succeeding section accordingly.

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

SB03-267 by Senator(s) Reeves, Owen, Teck; also Representative(s) Young, Plant, Witwer-Concerning the method by which the motor vehicle business group within the department of revenue is annually funded, and making an appropriation therefor.

<u>Amendment No. 1, Transportation Committee Amendment</u>. (Printed in Senate Journal, April 1, pages 840-841 and placed in members' bill files.)

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

by Senator(s) Owen, Reeves, Teck; also Representative(s) Witwer, Plant, Young-Concerning when the annual state contribution to the fire and police pension association to assist in amortizing the unfunded accrued liability of old hire pension plans shall be transferred, and, in connection therewith, eliminating the state contribution to the old hire pension plans for the 2003-04 and 2004-05 state fiscal years, extending the state contribution through the 2011-12 state fiscal year, and changing the date on which the state makes the annual contribution to April 30, and making an appropriation.

Amendment No. 1(L.004), by Senator Hillman.

Amend printed bill, page 3, line 19, after "association", add "FOR THE 2003-04 FISCAL YEAR AND EACH FISCAL YEAR THEREAFTER FOR WHICH AN ACTUARIAL STUDY IS FILED, THE ACTUARIAL STUDY SHALL INCLUDE A DETERMINATION OF THE AMOUNT OF THE UNFUNDED LIABILITY THAT MAY ACCRUE AS A RESULT OF THE SUSPENSION OF THE STATE CONTRIBUTION OF THE FIRE AND POLICE MEMBERS' BENEFIT FUND PURSUANT TO SECTION 31-30.5-307 (5) (a)."

Page 6, line 26, strike "THE STATE SHALL NOT BE";

strike line 27.

Page 7, strike lines 1 through 5 and substitute the following:

"(b) Notwithstanding any other provision of Law, the state may transfer to the fire and police members' benefit fund any amount of unfunded liability accrued as a result of the suspension of the state contribution to the fund pursuant to paragraph (a) of this subsection (5) as determined in the actuarial study filed with the fire and police pension association pursuant to section 31-30.5-306(1) (b) (II), at any time until April 30, 2012."

Reletter succeeding paragraph accordingly.

Page 7, strike lines 7 through 9;

line 10, strike "THE PROVISIONS OF THIS ARTICLE OR TO".

As amended, ordered engrossed and placed on the calendar for Third Reading and Final Passage.

AMENDMENT TO THE REPORT OF THE COMMITTEE OF THE WHOLE

by Senator(s) Teck, Owen, Reeves; also Representative(s) Young, Plant, Witwer-Concerning the property tax exemption for qualifying seniors, and, in connection therewith, lowering the maximum amount of actual value of the primary owner-occupied residence of a qualifying senior that is partly exempt from property taxation, and making an appropriation in connection therewith.

Senator Tupa moved to amend the Report of the Committee of the Whole to show that the following Tupa floor amendment (L.001), to **SB03-265**, did pass, and that the Lamborn floor amendment, (L.003) to SB03-265, did not pass:

Amend printed bill, page 2, line 2, strike "(1)," and substitute "(1) and 39-3-203 (2), (4), and (6) (a),";

line 3, strike "is amended" and substitute "are amended, and the said 39-3-203 is further amended BY THE ADDITION OF A NEW SUBSECTION,";

line 8, strike "PROPERTY TAX YEARS" and substitute "THE PROPERTY TAX YEAR";

line 9, strike "OR AFTER";

after line 11, insert the following:

- "(1.5) (a) For any property tax year that commences on or after January 1, 2004, fifty percent of zero dollars of actual value as of the assessment date of residential real property of an owner occupier shall be exempt from taxation; except that fifty percent of the first two hundred thousand dollars of actual value as of the assessment date of residential real property of an owner occupier shall be exempt from taxation if:
- (I) PURSUANT TO PARAGRAPH (b) OF THIS SUBSECTION (1.5), THE CHIEF ECONOMIST OF THE STAFF OF THE LEGISLATIVE COUNCIL ADVISES THE PROPERTY TAX ADMINISTRATOR THAT FIFTY PERCENT OF THE FIRST TWO HUNDRED THOUSAND DOLLARS OF ACTUAL VALUE AS OF THE ASSESSMENT DATE OF RESIDENTIAL REAL PROPERTY OF EACH ELIGIBLE OWNER OCCUPIER SHALL BE EXEMPT FROM TAXATION;
- (II) (A) THE OWNER-OCCUPIER IS SIXTY-FIVE YEARS OF AGE OR OLDER AS OF THE ASSESSMENT DATE AND HAS OWNED AND OCCUPIED SUCH RESIDENTIAL REAL PROPERTY AS HIS OR HER PRIMARY RESIDENCE FOR THE TEN YEARS PRECEDING THE ASSESSMENT DATE; OR
- (B) The owner-occupier is the surviving spouse of an owner-occupier who previously qualified for a property tax exemption for the same residential real property under sub-subparagraph (A) of this subparagraph (II) or subparagraph (I) of paragraph (a) of subsection (1) of this section; and
- (III) THE OWNER-OCCUPIER HAS COMPLETED AND FILED AN EXEMPTION APPLICATION IN THE MANNER REQUIRED BY SECTION 39-3-205 AND THE CIRCUMSTANCES THAT QUALIFY THE PROPERTY FOR THE EXEMPTION HAVE NOT CHANGED SINCE THE FILING OF THE APPLICATION. UNDER NO CIRCUMSTANCES SHALL AN EXEMPTION BE ALLOWED FOR PROPERTY TAXES ASSESSED DURING ANY PROPERTY TAX YEAR PRIOR TO THE YEAR IN WHICH AN OWNER-OCCUPIER FIRST FILES AN EXEMPTION APPLICATION.
- (b) In preparing its quarterly revenue estimate for December 2003 and for each December thereafter, the staff of the legislative council shall determine whether the estimated amount of revenues in excess of the constitutional limitation on state fiscal year spending determined pursuant to section $20\,(7)\,(a)$ of article X of the state constitution, if any, for the fiscal year that will commence during the next calendar year exceeds the estimated aggregate amount of warrants that the state treasurer would issue to county treasurers pursuant to section 39-3-207 (4) if fifty percent of the first two hundred thousand dollars of actual value as of the assessment date of residential

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REAL PROPERTY OF EACH ELIGIBLE OWNER-OCCUPIER WOULD BE EXEMPTED FROM TAXATION FOR THE PROPERTY TAX YEAR THAT COMMENCES ON THE JANUARY 1 THAT IMMEDIATELY FOLLOWS THE DECEMBER REVENUE ESTIMATE. IF THE ESTIMATED AMOUNT OF EXCESS STATE REVENUES EXCEEDS THE ESTIMATED AMOUNT OF THE WARRANTS, THE CHIEF ECONOMIST OF THE STAFF OF THE LEGISLATIVE COUNCIL SHALL ADVISE THE ADMINISTRATOR, NO LATER THAN THE DATE THE FORECAST IS PUBLISHED, THAT THE FIRST TWO HUNDRED THOUSAND DOLLARS OF ACTUAL VALUE AS OF THE ASSESSMENT DATE OF RESIDENTIAL REAL PROPERTY OF EACH ELIGIBLE OWNER OCCUPIER SHALL BE EXEMPT FROM TAXATION DURING THE NEXT PROPERTY TAX YEAR.

- (2) Notwithstanding the provisions of paragraph (a) of subsection (1) AND SUBPARAGRAPH (II) OF PARAGRAPH (a) OF SUBSECTION (1.5) of this section, if ownership of residential real property that qualified for an exemption as of the assessment date changes after the assessment date, an exemption shall be allowed only if an owner-occupier whose status as an owner-occupier qualified the property for the exemption has filed an exemption application by the deadline for filing exemption applications specified in section 39-3-205 (1).
- (4) No more than one exemption per property tax year shall be allowed for a single dwelling unit of residential real property, regardless of how many owner-occupiers use the dwelling unit as their primary residence. The full amount of the exemption allowed by subsection (1) OR (1.5) of this section, WHICHEVER IS APPLICABLE, shall be allowed with respect to any single dwelling unit of residential real property so long as any owner-occupier of the dwelling unit satisfies the requirements of subsection (1) OR (1.5) of this section, WHICHEVER IS APPLICABLE, and the fact that any other person who does not satisfy said requirements is also an owner of record of the dwelling unit shall not affect the amount of the exemption.
- (6) (a) Notwithstanding the ten-year occupancy requirement set forth in subparagraph (I) of paragraph (a) of subsection (1) AND SUB-SUBPARAGRAPH (A) OF SUBPARAGRAPH (II) OF PARAGRAPH (a) OF SUBSECTION (1.5) of this section, an owner-occupier who has not actually owned and occupied residential real property for which the owner-occupier has claimed an exemption for the ten years preceding the assessment date shall be deemed to have met the ten-year requirement and shall be allowed an exemption with respect to the property if:".

The motion was declared **LOST** by the following roll call vote:

YES	17	NO	18	EXCUSED	0	ABSENT	0
Anderson	N	Groff	Y	Kester	ľ	V Sandoval	Y
Arnold	N	Grossman	Y	Lamborn	1	V Takis	Y
Cairns	N	Hagedorn	Y	Linkhart	•	Y Tapia	Y
Chlouber		Hanna	Y	May		N Taylor	N
Dyer	N	Hillman	N	McElhany	1	N Teck	N
Entz	N	Isgar	Y	Nichol	•	Y Tupa	Y
Evans		Johnson	N	Owen	1	N Windels	Y
Fitz-Gerald	Y	Jones	N	Phillips	•	Y Mr. President	N
Gordon	Y	Keller		Reeves	•	Y	

ADOPTION OF THE REPORT OF THE COMMITTEE OF THE WHOLE

On motion of Senator Johnson, the Report of the Committee of the Whole was adopted and, a majority of all members elected to the Senate having voted in the affirmative, the following action was taken:

Passed on Second Reading: SB03-261 as amended, SB03-273 as amended, SB03-269 as amended, SB03-272 as amended, SB03-262, SB03-271 as amended, SB03-277 as amended, SB03-285, SB03-300 as amended, SB03-265 as amended, SB03-282 as amended, SB03-267 as amended, SB03-263 as amended.

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On motion of Senator Anderson, and with a majority of those elected to the Senate having voted in the affirmative, the Senate proceeded out of order for Consideration of Governor's Appointments.

CONSIDERATION OF GOVERNOR'S APPOINTMENTS

On motion of Senator Entz, the following Governor's appointments were confirmed by a roll call vote:

MEMBERS OF THE STATE AGRICULTURAL COMMISSION

for terms expiring March 1, 2007:

Mark A. Arndt of Ft. Morgan, Colorado, to serve as a Republican and at large member, appointed;

Michael K. Deardorff of Brighton, Colorado, to serve as a Republican from the First Agricultural District, appointed;

Vickie I. Ford of Center, Colorado, to serve as a Democrat from the Third Agricultural District, appointed;

Penny H. Lewis of Kremmling, Colorado, to serve as a Republican from the Fourth Agricultural District, reappointed;

Steven D. Ela of Hotchkiss, Colorado, to serve as a Democrat from the Fourth Agricultural District, reappointed.

YES	35	NO	0	EXCUSED	0	ABSENT	0
Anderson	Y	Groff	Y	Kester	Y	Sandoval	Y
Arnold	Y	Grossman	Y	Lamborn	Y	Takis	Y
Cairns	Y	Hagedorn	Y	Linkhart	Y	Tapia	Y
Chlouber		Hanna	Y	May		Taylor	Y
Dyer	Y	Hillman	Y	McElhany	Y	Teck	Y
Entz	Y	Isgar	Y	Nichol	Y	Tupa	Y
Evans	Y	Johnson	Y	Owen	Y	Windels	Y
Fitz-Gerald	Y	Jones	Y	Phillips	Y	Mr. President	Y
Gordon	Y	Keller	Y	Reeves	Y		

COMMITTEE OF REFERENCE REPORTS

Appropriations

After consideration on the merits, the Committee recommends that SB03-305 be referred to the Committee of the Whole with favorable recommendation.

Appropriations

After consideration on the merits, the Committee recommends that SB03-279 be referred to the Committee of the Whole with favorable recommendation.

Appropriations

After consideration on the merits, the Committee recommends that SB03-268 be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation.

Amend printed bill, page 31, after line 27, insert the following:

"(IV) (A) NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPH (I) OF THIS PARAGRAPH (a.7), INTEREST OR INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF EITHER NET PROCEEDS OF A PROPERTY SALE CONTRACT DEPOSITED INTO THE TOBACCO LITIGATION SETTLEMENT TRUST Fund pursuant to section 24-82.5-110(2) or general fund moneys TRANSFERRED TO THE TRUST FUND PURSUANT TO SUBPARAGRAPH (V) OF PARAGRAPH (a) OF THIS SUBSECTION (2) ARE SUBJECT TO APPROPRIATION SB03-268

BY THE GENERAL ASSEMBLY FOR THE FUNDING OF ANY PROGRAMS OR FUNDS AUTHORIZED BY LAW TO BE FUNDED BY TOBACCO LITIGATION SETTLEMENT MONEYS.

(B) This subparagraph (IV) is repealed, effective July 15, 2003, unless the state treasurer and the tobacco litigation settlement financing corporation enter into at least one property sale contract pursuant to article 82.5 of this title. If the state treasurer and the corporation enter into a property sale contract, within ten days of its execution the state treasurer shall notify the revisor of statutes that a property sale contract has been executed and only this sub-subparagraph (B) shall be repealed, effective July 15, 2003.".

Page 33, after line 5, insert the following:

"**SECTION 3.** 24-22-115.5 (3), Colorado Revised Statutes, is amended BY THE ADDITION OF A NEW PARAGRAPH to read:

24-22-115.5. Legislative declaration - tobacco litigation settlement trust fund - creation. (3) (a.5) IN ADDITION TO THE TYPES OF INVESTMENTS SPECIFIED IN PARAGRAPH (a) OF THIS SUBSECTION (3), THE STATE TREASURER MAY INVEST MONEYS IN THE TOBACCO LITIGATION SETTLEMENT TRUST FUND IN ANY TYPE OF SECURITY, REGARDLESS OF ITS MATURITY DATE, IN WHICH A PUBLIC ENTITY MAY INVEST PUBLIC FUNDS PURSUANT TO SECTION 24-75-601.1 (1) (d) OR (1) (e)."

Renumber succeeding sections accordingly.

page 35, after line 6, insert the following:

"SECTION 6. 24-75-1104 (1) (c), Colorado Revised Statutes, is amended to read:

- **24-75-1104.** Use of settlement moneys programs. (1) For the 2000-01 fiscal year and for each fiscal year thereafter, the following programs shall receive appropriations in the specified amounts from the settlement moneys annually received by the state:
- (c) (I) For the 2000-01 to 2003-04 fiscal years, the tobacco-related and tobacco-focused research grant program implemented pursuant to part 2 of article 20 of title 23, C.R.S., shall receive eight percent of the total amount of settlement moneys annually received by the state; except that the amount received in any fiscal year shall not exceed eight million dollars;
- (II) FOR THE 2004-05 FISCAL YEAR AND FOR EACH FISCAL YEAR THEREAFTER, THE TOBACCO-RELATED AND TOBACCO-FOCUSED RESEARCH GRANT PROGRAM IMPLEMENTED PURSUANT TO PART 2 OF ARTICLE 20 OF TITLE 23, C.R.S., SHALL NOT RECEIVE ANY OF THE SETTLEMENT MONEYS ANNUALLY RECEIVED BY THE STATE.".

Renumber succeeding sections accordingly.

Page 40, after line 17, insert the following:

"SECTION 12. 23-20-207 (1) (a) (I), Colorado Revised Statutes, as amended by Senate Bill 03-190, enacted at the First Regular Session of the Sixty-fourth General Assembly, is amended to read:

23-20-207. Funding of research grants - tobacco- and substance-abuse-related research fund - creation - administrative costs. (1) (a) (I) There is hereby created in the office of the treasurer of the university of Colorado the tobacco- and substance-abuse-related research fund, which shall be under the control and administration of the board of regents of the university of Colorado in accordance with the provisions of this article. Except as otherwise provided in section

SB03-268

24-75-1104 (1.7) (c), C.R.S., beginning with the 2000-01 fiscal year and for each fiscal year thereafter in which the state receives moneys pursuant to the master settlement agreement ENDING WITH THE 2003-04 FISCAL YEAR, the general assembly shall appropriate to the fund eight percent of the total amount received by the state pursuant to the master settlement agreement, other than attorney fees and costs, during the preceding fiscal year; except that the amount so appropriated to the fund in any fiscal year shall not exceed eight million dollars. In addition, the fund shall include all interest derived from the deposit and investment of the moneys in the fund and may include moneys credited thereto from any public or private gifts, grants, or donations received by the university for the implementation of this part 2. It is the intent of the general assembly that state general fund moneys not be appropriated to provide any funding for the purposes of this part 2. The moneys in the fund shall remain under the control of the regents of the university of Colorado. Any unencumbered moneys appropriated from moneys received by the state pursuant to the master settlement agreement remaining in the fund at the end of any fiscal year shall be transferred to the tobacco litigation settlement trust fund created in section 24-22-115.5, C.R.S.".

Appropriations

After consideration on the merits, the Committee recommends that **SB03-280** be referred to the Committee of the Whole with favorable recommendation.

Appropriations

After consideration on the merits, the Committee recommends that **SB03-259** be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation.

Amend printed bill, page 5, after line 16, insert the following:

"SECTION 2. Appropriation - adjustments to the 2003 long bill. (1) For the implementation of this act, appropriations made in the annual general appropriation act to the department of health care policy and financing for the fiscal year beginning July 1, 2003, shall be adjusted as follows:

- (a) The appropriation to the executive director's office, for personal services, is increased by thirty-eight thousand seven hundred ninety-seven dollars (\$38,797) and 1.0 FTE. Of said sum, nineteen thousand three hundred ninety-nine dollars (\$19,399) shall be from cash funds and nineteen thousand three hundred ninety-eight dollars (\$19,398) shall be from federal funds. The cash funds appropriation shall be from the children's home- and community-based services cash fund created in section 26-4-424 (5), Colorado Revised Statutes.
- (b) The appropriation to the executive director's office, for operating expenses, is increased by seven thousand five hundred fifty-five dollars (\$7,555). Of said sum, three thousand seven hundred seventy-eight dollars (\$3,778) shall be from cash funds and three thousand seven hundred seventy-seven dollars (\$3,777) shall be from federal funds. The cash funds appropriation shall be from the children's homeand community-based services cash fund created in section 26-4-424 (5), Colorado Revised Statutes.
- (c) The general fund appropriation for medical services premiums is decreased by seven hundred forty-three thousand three hundred fifty-nine dollars (\$743,359) and the cash funds appropriation for medical services premiums is increased by seven hundred forty-three thousand three hundred fifty-nine dollars (\$743,359). The cash funds appropriation shall be from the children's home- and community-based services cash fund created in section 26-4-424 (5), Colorado Revised Statutes.
- (d) The general fund appropriation to the department of human services medicaid-funded programs, services for people with disabilities-medicaid funding, services for families and children-medicaid funding,

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SB03-259

is decreased by two hundred sixty-four thousand one hundred twenty-three dollars (\$264,123) and the cash funds appropriation to the department of human services medicaid-funded programs, services for people with disabilities-medicaid funding, services for families and children-medicaid funding is increased by two hundred sixty-four thousand one hundred twenty-three dollars (\$264,123). The cash funds appropriation shall be from the children's home- and community-based services cash fund created in section 26-4-424 (5), Colorado Revised Statutes.

(2) For the implementation of this act, appropriations made in the annual general appropriation act for the fiscal year beginning July 1, 2003, to the department of personnel and administration, finance and procurement, collections services, for personal services, is increased by \$25,833 cash funds. The cash funds appropriation shall be from the children's home- and community-based services cash fund created in section 26-4-424 (5), Colorado Revised Statutes."

Renumber succeeding section accordingly.

Page 1, line 105, strike "PROGRAM." and substitute "PROGRAM, AND MAKING AN APPROPRIATION IN CONNECTION THEREWITH.".

Appropriations

After consideration on the merits, the Committee recommends that SB03-258 be referred to the Committee of the Whole with favorable recommendation.

Education

After consideration on the merits, the Committee recommends that SB03-298 be postponed indefinitely.

Education

After consideration on the merits, the Committee recommends that **SB03-292** be amended as follows, and as so amended, be referred to the Committee of the Whole with favorable recommendation.

Amend printed bill, page 2, strike lines 2 and 3 and substitute the following:

"**SECTION 1.** 22-7-409 (1) (a), (1) (d), (1) (e), (1) (f), (1) (g), (1.5) (a), (1.5) (b) (II), (1.9), and (3.5), Colorado Revised Statutes, are amended to read:";

after line 17, insert the following:

- "(a) (I) Beginning in the spring semester 1997, and each spring semester thereafter, the department shall administer a statewide assessment in reading and writing to all students enrolled in fourth grade in public schools throughout the state.
- (II) (A) Notwithstanding the provisions of subparagraph (I) of this paragraph (a), in the spring semester of 2004, the department shall not administer a statewide assessment in writing for students enrolled in the fourth grade.
- (B) This subparagraph (II) is repealed, effective July 1, 2004.
- (d) (I) Beginning in the spring semester 1999, and each spring semester thereafter, the department shall administer a statewide assessment in reading and writing to all students enrolled in the seventh grade in public schools throughout the state.
- (II) (A) NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPH (I) OF THIS PARAGRAPH (d), IN THE SPRING SEMESTER OF 2004, THE DEPARTMENT SHALL NOT ADMINISTER A STATEWIDE ASSESSMENT IN WRITING FOR STUDENTS ENROLLED IN THE SEVENTH GRADE.

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SB03-292

- (B) This subparagraph (II) is repealed, effective July 1, 2004.".
- Page 3, line 2, strike "GRADE." and substitute "GRADE NOR SHALL THE DEPARTMENT ADMINISTER A STATEWIDE ASSESSMENT IN WRITING FOR STUDENTS ENROLLED IN THE TENTH GRADE.";

line 13, after "IN", insert "WRITING TO STUDENTS ENROLLED IN THE THIRD, FIFTH, SIXTH, EIGHTH, OR NINTH GRADES NOR SHALL THE DEPARTMENT ADMINISTER A STATEWIDE ASSESSMENT IN".

Page 6, after line 6, insert the following:

- "(3.5) (a) (I) The board shall revise as necessary, and the department shall administer reading assessments in Spanish for students enrolled in the third and fourth grades and a writing assessment in Spanish to students enrolled in the fourth grade.
- (II) (A) NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPH (I) OF THIS PARAGRAPH (a), IN THE SPRING SEMESTER OF 2004, THE DEPARTMENT SHALL NOT ADMINISTER STATEWIDE ASSESSMENTS IN WRITING IN SPANISH FOR STUDENTS ENROLLED IN THE THIRD OR FOURTH GRADE.
- (B) This subparagraph (II) is repealed, effective July 1, 2004.
- (b) (I) If the state board deems that there are sufficient moneys received from the federal government through the federal "No Child Left Behind Act of 2001", Public Law 107-110, to pay for the development, revision, and administration of the assessments, the board shall develop, and revise as necessary, and starting in the spring semester 2003, the department shall administer a writing assessment in Spanish for students enrolled in the third grade.
- (II) (A) NOTWITHSTANDING THE PROVISIONS OF SUBPARAGRAPH (I) OF THIS PARAGRAPH (b), IN THE SPRING SEMESTER OF 2004, THE DEPARTMENT SHALL NOT ADMINISTER A STATEWIDE ASSESSMENT IN WRITING IN SPANISH FOR STUDENTS ENROLLED IN THE THIRD GRADE.
- (B) This subparagraph (II) is repealed, effective July 1, 2004.".

Page 8, line 12, strike "two million four hundred fifty-nine thousand" and substitute "seven million two hundred eighty-three thousand six hundred dollars (\$7,283,600).";

strike line 13.

Education

After consideration on the merits, the Committee recommends that SB03-275 be referred to the Committee of the Whole with favorable recommendation.

MESSAGES FROM THE HOUSE

April 1, 2003

Mr. President:

In response to the request of the Senate, the Speaker has appointed Representatives White, chairman, Cadman, and Frangas as House conferees on the First Conference Committee on SB03-226.

In response to the request of the Senate, the Speaker has appointed Representatives Fritz, chairman, Stengel, and Jahn as House conferees on the First Conference Committee on SB03-098.

April 2, 2003

Mr. President:

The House has voted to concur in the Senate amendments to HB03-1211, 1297, 1241,1267, 1207, 1033, 1012, 1251, 1236, and has repassed the bills as so amended.

The House has voted not to concur in the Senate amendments to HB03-1007 and requests that a conference committee be appointed. The Speaker has appointed Representatives Williams. T, chairman, Rhodes, and Miller as House conferees on the First Conference Committee on HB03-1007. The bill is transmitted herewith.

The House has voted not to concur in the Senate amendments to HB03-1305 and requests that a conference committee be appointed. The Speaker has appointed Representatives Stafford, chairman, Clapp, and Frangas as House conferees on the First Conference Committee on HB03-1305. The bill is transmitted herewith.

The House has voted not to concur in the Senate amendments to HB03-1092 and requests that a conference committee be appointed. The Speaker has appointed Representatives White, chairman, Hoppe, and Miller as House conferees on the First Conference Committee on HB03-1092. The bill is transmitted herewith.

The House has voted not to concur in the Senate amendments to HB03-1237 and requests that a conference committee be appointed. The bill is transmitted herewith.

April 2, 2003

Mr. President:

The Speaker has appointed Representatives Harvey, chairman, Lundberg, and Weddig as House conferees on the First Conference Committee on HB03-1111.

The Speaker has appointed Representatives Mitchell, chairman, Coleman, and Fritz as House conferees on the First Conference Committee on SB03-009.

The House has voted to authorize the House conferees on the First Conference Committee on SB03-226 to consider matters not at issue between the two houses.

INTRODUCTION OF MEMORIAL

The following memorial was read by title and referred to the committee indicated:

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by Senator(s) Grossman; --Memorializing Congress and the President of the United States to work together to reduce the nation's budget deficit and the national debt.

State Veterans & Military Affairs

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INTRODUCTION OF BILLS--FIRST READING
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The following bills were read by title and referred to the committees indicated:
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by Senator(s) Isgar; also Representative(s) Larson--Concerning the membership of the board of trustees for Fort Lewis college.
59 SJM03-003 by Senator(s) Grossman; --Memorializing Congress and the President of the United States

SB03-306 of trustees for Fort Lewis college. Education

by Representative(s) Fritz; also Senator(s) Hagedorn--Concerning the clarification that HB03-1335 certain records of the office of preparedness, security, and fire safety in the department of public safety, in connection with the performance of its duties, are not available for inspection by the public.

State Veterans & Military Affairs

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SIGNING OF BILLS--RESOLUTIONS--MEMORIALS

The President has signed: SB03-029, 035, 112, 133.

On motion of Senator Anderson, and with a majority of those elected to the Senate having voted in the affirmative, the balance of the calendar of April 2, was laid over until Thursday, April 3, retaining its place on the calendar.

Third Reading--Final Passage: HB03-1001.

General Orders--Second Reading: SB03-073, SB03-232, SB03-001, SB03-236, SB03-121, HB03-1121, HB03-1140, HB03-1256, HB03-1214, HB03-1128, SB03-249. Consideration of Resolutions: SJR03-032, HJR03-1032, HJR03-1041. Consideration of Memorial: SJM03-002.

Consideration of House Amendments to Senate Bills: SB03-016, SB03-091, SB03-023, SB03-038, SB03-088, SB03-044, SB03-056, SB03-102, SB03-106, SB03-158, SB03-079. Consideration of Governor's Vetoes: SB03-207. Consideration of Governor's Appointments:

Member of the Board of Trustees for Fort Lewis College;

Members of the Mined Land Reclamation Board.

Consideration of Conference Committee: HB03-1103. Conference Committees to Report: HB03-1161, HB03-1103, HB03-1301, HB03-1025, HB03-1224, HB03-1003, HB03-1005.

Request for Conference Committees: SB03-065, HB03-1111, SB03-098, SB03-009, SB03-226.

On motion of Senator Anderson, the Senate adjourned until 9:00 a.m., Thursday, April 3, 2003.

Approved:

John Andrews President of the Senate

Attest:

Mona Heustis Secretary of the Senate