Proposed Amendment to Article XXVIII

Be it enacted by the People of the State of Colorado an amendment to the Colorado Constitution Article XXVIII by the addition of the following new sections:

Section 15: Because of a presumption of impropriety between contributions to any campaign and sole source government contracts, contract holders who have entered into a sole source government contract or contracts, for a cumulative total of more than \$100,000, with the state or any of its political subdivisions shall contractually agree, for the duration of the contract and for two years thereafter, to cease making or causing to be made any contribution for the benefit of any political party or any candidate for any elected office of the state or any of its political subdivisions.

Section 16: To aid in enforcement of this measure concerning sole source contracts, the Executive Director of the Department of Personnel shall promptly publish and maintain a summary of each sole source government contract issued. Any contract holder of a sole source government contract shall promptly prepare and deliver to the Executive Director of the Department of Personnel a true and correct "Government Contract Summary," in digital format as prescribed by that office, which shall identify the names and addresses of the contract holders and all other parties to the government contract, briefly describe the nature of the contract and goods or services performed, disclose the beginning and end date of the contract, disclose the contract's estimated amount or rate of payment, disclose the sources of payment, and other information as determined by the Executive Director of the Department of Personnel which is not in violation of federal law, trade secrets or intellectual property rights. The Executive Director of the Department of Personnel is hereby given authority to promulgate rules to facilitate this section.

Section 17: (1) Every sole source government contract by the state or any of its political subdivisions shall have the provisions required in this article incorporated into the contract. Any person who intentionally accepts contributions on behalf of a candidate committee, political committee, small donor committee, political party, or other entity, in violation of this provision, has engaged in corrupt misconduct and shall pay restitution to the general treasury of the contracting governmental entity to compensate the governmental entity for all costs and expenses associated with the breach, including costs and losses involved in securing a new contract if that becomes necessary. If a person responsible for the bookkeeping of an entity that seeks or has a sole source contract with a governmental entity, or if a person acting on behalf of the governmental entity, obtains knowledge of a contribution made or accepted in violation of this article, and that person intentionally fails to notify the Secretary of State or appropriate officer about the violation in writing within ten business days of learning of such contribution, then contract liability in an amount up to the above restitution shall be also attributable to such person.

- 38 (2) Any person who makes or causes to be made any contribution intended to promote or
- 39 influence the result of an election on a ballot issue shall not be qualified to enter into a
- sole source contract relating to that particular ballot issue.

- 1 (3) The parties shall agree that if a contract holder intentionally violates this article, as
- 2 contractual damages that contract holder shall be ineligible to hold any sole source
- 3 government contract, or public employment with the state, or any of its political
- 4 subdivisions, for three years. The Governor may temporarily suspend any remedy under
- 5 this section during a declared state of emergency.
- 6 (4) Knowing violation of this section by an elected official is grounds for removal from
- 7 office and disqualification to hold any office of honor, trust or profit in the state, and
- 8 shall constitute misconduct or malfeasance.
- 9 (5) A registered voter of the state may enforce this article by filing a complaint for
- 10 injunctive or declaratory relief or for civil damages and remedies, if appropriate, in the
- 11 district court.
- 12 **Section 18:** The provisions of this article concerning sole source contracts shall take
- effect on December 31, 2008.
- 14 **Section 19:** Conflicting provisions. Any provision in the statutes of this state in conflict
- or inconsistent with this article are hereby declared to be inapplicable to the matters
- provided for in this article.
- 17 **Section 20:** Severability. If any provision of this article or the application thereof is held
- invalid, such invalidity shall not affect other provisions or applications of the article,
- 19 which can be given effect without the invalid provision or application, and to this end the
- 20 provisions of this article are declared to be separable.

21 [The following to be inserted alphabetically into Article 28, § 2]

- 22 (a) "Contract holder" means any non-governmental party to a sole-source government
- contract, including persons that control 10% or more shares or interest in that party; or
- 24 that party's officers, directors or trustees; or, in the case of collective bargaining
- agreements, the labor organization and any political committees created or controlled by
- 26 the labor organization;
- 27 (b) "Government contract" means any sole-source government contract awarded by the
- state or any of its political subdivisions for amounts greater than \$100,000 indexed for
- 29 inflation per the United States Bureau of Labor Statistics Consumer Price Index for
- 30 Denver-Boulder after the year 2010. This amount is cumulative, that is, it includes all
- 31 sole-source contracts that a contract holder may have with any and all governmental
- 32 entities during a calendar year. Such contracts for services include collective bargaining
- agreements with a labor organization representing employees, but not employment
- 34 contracts with individual employees;
- 35 (c) "Immediate family member" means any spouse, child, spouse's child, son-in-law,
- 36 daughter-in-law, parent, sibling, grandparent, grandchild, stepbrother, stepsister,
- 37 stepparent, parent-in-law, brother-in-law, sister-in-law, aunt, niece, nephew, guardian,

and domestic partner;

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- 3 (d) "Making or causing to be made any contribution" means any contract holder making, 4 causing to be made, or inducing by any means a contribution, directly or indirectly, on 5 behalf of the contract holder, or an immediate family member of any contract holder
- 6 doing the same;
- 7 (e) "Sole source" means any government contract that does not use a public and
- 8 competitive bidding processes soliciting at least three bids prior to awarding the contract.
- 9 Collective bargaining agreements qualify as sole source government contracts if the
- 10 contract confers an exclusive representative status to bind all employees to accept the
- 11 terms and conditions of the contract;
- 12 (f) "State or any of its political subdivisions" means the State of Colorado and its
- agencies or departments, as well as the political subdivisions within this state including
- counties, municipalities, school districts, special districts, and any public or quasi-public
- body that receives a majority of its funding from the taxpayers of the State of Colorado.