Second Regular Session Seventy-second General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 20-0253.02 Jennifer Berman x3286

HOUSE BILL 20-1045

HOUSE SPONSORSHIP

Kennedy,

SENATE SPONSORSHIP

(None),

House Committees

Senate Committees

Energy & Environment Appropriations

A BILL FOR AN ACT

101 CONCERNING THE STABILIZATION OF STATE FUNDING FOR ENERGY 102 EFFICIENCY IMPROVEMENT PROGRAMS.

Bill Summary

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

Investor-owned Utility Review Interim Study Committee. To ensure consistent funding of energy efficiency improvement programs, including the state weatherization assistance program, the bill establishes a formula by which the general assembly will authorize the state treasurer to transfer money from the general fund to the Colorado energy office low-income energy assistance fund or the energy outreach Colorado

low-income energy assistance fund for use for energy efficiency improvement programs if, in a given year, an amount less than \$1 million is transferred from the severance tax operational fund to the Colorado energy office low-income energy assistance fund or the energy outreach Colorado low-income energy assistance fund. The formula calls for a transfer of money from the general fund in an amount equal to 75% of the difference between the amount transferred from the severance tax operational fund to one of the funds and \$1 million.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 40-8.7-112, amend 3 (2)(a) and (3)(a); and **add** (3.5) as follows: 4 40-8.7-112. Department of human services low-income energy 5 assistance fund - creation - energy outreach Colorado low-income 6 energy assistance fund - creation - Colorado energy office low-income 7 energy assistance fund - creation - legislative declaration - definitions 8 - repeal. (2) (a) There is hereby created in the state treasury the energy 9 outreach Colorado low-income energy assistance fund, which shall be IS 10 administered by the Colorado energy office and shall consist CONSISTS of 11 all moneys MONEY transferred by the state treasurer as specified in section 12 39-29-109.3 (2)(f) C.R.S. AND ALL MONEY TRANSFERRED TO THE FUND 13 PURSUANT TO SUBSECTION (3.5) OF THIS SECTION. All moneys MONEY in 14 the fund are IS continuously appropriated to the Colorado energy office 15 for distribution to the organization to be used for the purposes set forth in 16 this subsection (2). All moneys MONEY in the fund at the end of each fiscal year shall be retained in the fund and shall DOES not revert to the 17 18 general fund or any other fund. 19 (3) (a) There is hereby created in the state treasury the Colorado 20 energy office low-income energy assistance fund, which shall be IS

administered by the Colorado energy office and shall consist CONSISTS of

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1 all moneys MONEY transferred by the treasurer as specified in section 2 39-29-109.3 (2)(f), C.R.S. ALL MONEY TRANSFERRED TO THE FUND 3 PURSUANT TO SUBSECTION (3.5) OF THIS SECTION, all moneys MONEY 4 OTHERWISE transferred to the fund, all moneys MONEY received as a result 5 of contracts entered into by the Colorado energy office for the office's 6 program to improve the home energy efficiency of low-income 7 households, and all moneys MONEY received by the Colorado energy 8 office from gifts, grants, and donations for the office's program to 9 improve the home energy efficiency of low-income households. All 10 moneys MONEY in the fund are IS continuously appropriated to the 11 Colorado energy office to be used for the purposes set forth in this 12 subsection (3). All moneys MONEY in the fund at the end of each fiscal 13 year shall be retained in the fund and shall DOES not revert to the general 14 fund or any other fund. 15 (3.5) (a) **Legislative declaration.** (I) THE GENERAL ASSEMBLY

(3.5) (a) **Legislative declaration.** (I) THE GENERAL ASSEMBLY HEREBY FINDS AND DETERMINES THAT:

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- (A) PROGRAMS THAT ARE DESIGNED TO ASSIST LOW-INCOME HOUSEHOLDS WITH ENERGY EFFICIENCY IMPROVEMENTS CAN BE DISPROPORTIONATELY IMPACTED BY INCONSISTENT FUNDING BECAUSE OF THE AMOUNT OF TIME REQUIRED TO SCALE UP PRODUCTION CAPACITY, ESPECIALLY FOR UNDERSERVED PARTS OF THE STATE;
- (B) ENERGY EFFICIENCY IMPROVEMENTS ALSO REDUCE ENERGY
 USAGE AND THE ASSOCIATED ECONOMIC AND ENVIRONMENTAL COSTS
 OVER THE LONG TERM; AND
- (C) ENERGY EFFICIENCY IMPROVEMENT PROGRAMS ARE ALSO VERY IMPORTANT THROUGHOUT THE STATE AND SAVE CONSUMERS MONEY.

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1	(II) THEREFORE, THE GENERAL ASSEMBLY HEREBY DECLARES THAT
2	IT IS IN THE PUBLIC INTEREST TO PROVIDE CONSISTENT STATE FUNDING FOR
3	ENERGY EFFICIENCY IMPROVEMENT PROGRAMS.
4	(b) If, in state fiscal year 2020-21 or any state fiscal year
5	THEREAFTER, THE AMOUNT OF SEVERANCE TAX REVENUE THAT IS
6	TRANSFERRED PURSUANT TO SECTION 39-29-109.3 (2)(f)(V)(A):
7	(I) TO THE ENERGY OUTREACH COLORADO LOW-INCOME ENERGY
8	ASSISTANCE FUND CREATED IN SUBSECTION (2)(a) OF THIS SECTION FALLS
9	BELOW ONE MILLION DOLLARS, THE GENERAL ASSEMBLY WILL AUTHORIZE
10	THE STATE TREASURER TO TRANSFER FROM THE GENERAL FUND AN
11	AMOUNT EQUAL TO SEVENTY-FIVE PERCENT OF THE DIFFERENCE BETWEEN
12	ONE MILLION DOLLARS AND THE AMOUNT RECEIVED TO THE ENERGY
13	OUTREACH COLORADO LOW-INCOME ENERGY ASSISTANCE FUND FOR USE
14	BY THE ORGANIZATION TO WHICH MONEY IS DISTRIBUTED PURSUANT TO
15	SUBSECTION (2)(a) OF THIS SECTION FOR ENERGY EFFICIENCY
16	IMPROVEMENT PROGRAMS; OR
17	(II) TO THE COLORADO ENERGY OFFICE LOW-INCOME ENERGY
18	ASSISTANCE FUND CREATED IN SUBSECTION (3)(a) OF THIS SECTION FALLS
19	BELOW ONE MILLION DOLLARS, THE GENERAL ASSEMBLY WILL AUTHORIZE
20	THE STATE TREASURER TO TRANSFER FROM THE GENERAL FUND AN
21	AMOUNT EQUAL TO SEVENTY-FIVE PERCENT OF THE DIFFERENCE BETWEEN
22	ONE MILLION DOLLARS AND THE AMOUNT RECEIVED TO THE COLORADO
23	ENERGY OFFICE LOW-INCOME ENERGY ASSISTANCE FUND FOR USE BY THE
24	COLORADO ENERGY OFFICE FOR ENERGY EFFICIENCY IMPROVEMENT
25	PROGRAMS.
26	(c) This subsection (3.5) is repealed, effective September 1,
27	2024.

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SECTION 2. Act subject to petition - effective date. This act
takes effect at 12:01 a.m. on the day following the expiration of the
ninety-day period after final adjournment of the general assembly (August
5, 2020, if adjournment sine die is on May 6, 2020); except that, if a
referendum petition is filed pursuant to section 1 (3) of article V of the
state constitution against this act or an item, section, or part of this act
within such period, then the act, item, section, or part will not take effect
unless approved by the people at the general election to be held in
November 2020 and, in such case, will take effect on the date of the
official declaration of the vote thereon by the governor.

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