# Second Regular Session Seventy-third General Assembly STATE OF COLORADO

## REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction HOUSE BILL 22-1362

LLS NO. 22-0058.02 Pierce Lively x2059

#### **HOUSE SPONSORSHIP**

**Bernett and Valdez A.,** Amabile, Bacon, Benavidez, Boesenecker, Cutter, Froelich, Hooton, Jodeh, Kennedy, Kipp, Lindsay, Lontine, McCormick, Michaelson Jenet, Sirota, Titone, Woodrow

### SENATE SPONSORSHIP

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House Committees Energy & Environment Appropriations **Senate Committees** 

## A BILL FOR AN ACT

101	CONCERNING THE REDUCTION OF BUILDING GREENHOUSE GAS
102	EMISSIONS, AND, IN CONNECTION THEREWITH, REQUIRING THE
103	<b>COLORADO ENERGY OFFICE TO IDENTIFY FOR ADOPTION THREE</b>
104	MODEL CODES, REQUIRING LOCAL GOVERNMENTS AND CERTAIN
105	STATE AGENCIES TO ADOPT AND ENFORCE CODES THAT ARE
106	CONSISTENT WITH TWO OF THE MODEL CODES, ENCOURAGING
107	LOCAL GOVERNMENTS AND CERTAIN STATE AGENCIES TO ADOPT
108	AND ENFORCE CODES THAT ARE CONSISTENT WITH THE THIRD
109	MODEL CODE, CREATING THE BUILDING ELECTRIFICATION FOR
110	PUBLIC BUILDINGS GRANT PROGRAM, CREATING THE
111	HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES GRANT
112	PROGRAM, AND ESTABLISHING THE CLEAN AIR BUILDING
113	INVESTMENTS FUND.

HOUSE 3rd Reading Unamended May 2, 2022

HOUSE Amended 2nd Reading April 29, 2022

# **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 <u>http://leg.colorado.gov</u>.)

The bill requires the Colorado energy office (office) to identify for adoption 3 sets of model code language:

- Model electric and solar ready code language;
- Model low energy and carbon code language; and
- Model green code language.

On or before January 1, 2025, municipalities, counties, the office of the state architect, the division of housing, and the division of fire prevention and control shall adopt and enforce an energy code that achieves equivalent or better energy performance than the 2021 international energy conservation code and the model electric and solar ready code language identified for adoption by the office.

On or before January 1, 2030, municipalities, counties, the office of the state architect, the division of housing, and the division of fire prevention and control shall adopt and enforce an energy code that achieves equivalent or better energy and carbon emissions performance than the model low energy and carbon code language identified for adoption by the office.

In the event of a conflict between the 2021 international energy conservation code, the 2024 international energy conservation code, or any of these 3 sets of model code language and either the Colorado plumbing code or the national electric code, the Colorado plumbing code or the national electric code prevails.

The bill creates 2 primary grant programs:

- The building electrification for public buildings grant program to provide grants to local governments, school districts, state agencies, and special districts for the installation of high-efficiency electric heating equipment; and
- The high-efficiency electric heating and appliances grant program to provide grants to local governments, utilities, nonprofit organizations, and housing developers for the installation of high-efficiency electric heating equipment in multiple structures within a neighborhood.

The bill establishes the clean air building investments fund, a continuously appropriated cash fund, to fund the creation, implementation, and administration of both of these grant programs.

The bill also requires the following transfers from the general fund:

- \$3 million to the energy fund created for the Colorado energy office to issue grants and provide training related to the 2021 international energy conservation code, electric and solar ready codes, and low energy and carbon codes;
- \$10 million to the clean air building investments fund for the creation, implementation, and administration of the building electrification for public buildings grant program; and
- \$12 million to the clean air building investments fund for the creation, implementation, and administration of the high-efficiency electric heating and appliances grant program.

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

- 2 SECTION 1. In Colorado Revised Statutes, add 24-38.5-113 as
- 3 follows:

4	24-38.5-113. Model energy codes - transfer - report -
5	definitions. (1) As used in this section, unless the context
6	OTHERWISE REQUIRES:
7	(a) "ACCEPTABLE REFRIGERANT" MEANS A REFRIGERANT THAT IS:
8	(I) LISTED AS ACCEPTABLE IN 42 U.S.C. SEC. 7671k OF THE
9	FEDERAL "CLEAN AIR ACT" AND USED IN EQUIPMENT THAT IS LISTED AND
10	INSTALLED PURSUANT TO THE USE CONDITIONS IMPOSED WITHIN THAT
11	SECTION; AND
12	(II) LISTED AS ACCEPTABLE IN APPENDIX U AND APPENDIX V OF
13	SUBPART G OF $40 \ CFR \ 82$ and used in equipment that is listed and
14	INSTALLED PURSUANT TO THE USE CONDITIONS IMPOSED WITHIN THOSE
15	APPENDICES.
16	(b) "ELECTRIC READY" MEANS ADEQUATE PANEL CAPACITY,
17	DEDICATED ELECTRIC PANEL SPACE, ELECTRICAL WIRE, ELECTRICAL

1	RECEPTACLES, AND ADEQUATE PHYSICAL SPACE TO ACCOMMODATE
2	FUTURE INSTALLATION OF HIGH-EFFICIENCY ELECTRIC APPLIANCES
3	INCLUDING HEATING, WATER HEATING, COOKING, DRYING, AND AN
4	ELECTRIC VEHICLE.
5	(c) (I) "EV CAPABLE" MEANS A PARKING SPACE THAT:
6	(A) HAS THE ELECTRICAL PANEL CAPACITY AND CONDUIT
7	INSTALLED TO SUPPORT FUTURE IMPLEMENTATION OF ELECTRICAL
8	VEHICLE CHARGING WITH A MINIMUM OF TWO HUNDRED EIGHT VOLTS AND
9	A MINIMUM OF FORTY-AMPERE RATED CIRCUITS; AND
10	(B) IS ADJACENT TO THE TERMINAL POINT OF THE CONDUIT FROM
11	THE ELECTRICAL FACILITIES DESCRIBED IN SUBSECTION $(1)(c)(I)(A)$ OF
12	THIS SECTION.
13	(II) "EV CAPABLE" INCLUDES TWO ADJACENT PARKING SPACES IF
14	THE CONDUIT FOR THE ELECTRICAL FACILITIES DESCRIBED IN SUBSECTION
15	(1)(c)(I)(A) of this section terminates adjacent to and between
16	BOTH PARKING SPACES.
17	(d) (I) "EV READY" MEANS A PARKING SPACE THAT:
18	(A) HAS THE ELECTRICAL PANEL CAPACITY, RACEWAY WIRING,
19	RECEPTACLE, AND CIRCUIT OVERPROTECTION DEVICES INSTALLED TO
20	SUPPORT FUTURE IMPLEMENTATION OF ELECTRICAL VEHICLE CHARGING
21	WITH A MINIMUM OF TWO HUNDRED EIGHT VOLTS AND A MINIMUM OF
22	FORTY-AMPERE RATED CIRCUITS; AND
23	(B) IS ADJACENT TO THE RECEPTACLE FOR THE ELECTRICAL
24	FACILITIES DESCRIBED IN SUBSECTION $(1)(d)(I)(A)$ OF THIS SECTION.
25	(II) "EV READY" INCLUDES TWO ADJACENT PARKING SPACES IF THE
26	RECEPTACLE FOR THE ELECTRICAL FACILITIES DESCRIBED IN SUBSECTION
27	(1)(d)(I)(A) of this section is installed adjacent to and between

1 BOTH PARKING SPACES.

2	(e) "EV SUPPLY EQUIPMENT" MEANS:
3	(I) AN ELECTRIC VEHICLE CHARGING SYSTEM AS DEFINED IN
4	SECTION $38-12-601$ (6)(a) that has power capacity of at least $6.2$
5	KILOWATTS AND HAS THE ABILITY TO CONNECT TO THE INTERNET; OR
6	(II) AN INDUCTIVE RESIDENTIAL CHARGING SYSTEM FOR
7	BATTERY-POWERED ELECTRIC VEHICLES THAT:
8	(A) IS CERTIFIED BY UNDERWRITERS LABORATORIES OR AN
9	EQUIVALENT CERTIFICATION;
10	(B) COMPLIES WITH THE CURRENT VERSION OF ARTICLE $625$ of the
11	NATIONAL ELECTRICAL CODE, PUBLISHED BY THE NATIONAL FIRE
12	PROTECTION ASSOCIATION, AND OTHER APPLICABLE INDUSTRY
13	STANDARDS;
14	(C) IS ENERGY STAR CERTIFIED; AND
15	(D) HAS THE ABILITY TO CONNECT TO THE INTERNET.
16	(e) "INDIVIDUAL WITH A DISABILITY" HAS THE SAME MEANING AS
17	SET FORTH IN THE FEDERAL "AMERICANS WITH DISABILITIES ACT OF
18	1990", 42 U.S.C. SEC. 12101 ET SEQ., AND ITS RELATED AMENDMENTS AND
19	IMPLEMENTING REGULATIONS.
20	(f) "INTERNATIONAL ENERGY CONSERVATION CODE" MEANS THE
21	ENERGY CODE PUBLISHED BY THE INTERNATIONAL CODE COUNCIL, OR
22	SUBSEQUENT CODE OR ENTITY.
23	(g) "Mixed fuel use building" means a residential or
24	COMMERCIAL BUILDING THAT IS DESIGNED AND BUILT WITH EQUIPMENT
25	THAT USES GASEOUS FUELS ON SITE IN ADDITION TO ELECTRICITY.
26	(h) "PROVISIONS FOR ELECTRICAL SERVICE CAPACITY" MEANS:
27	(I) BUILDING ELECTRICAL SERVICE, SIZED FOR THE ANTICIPATED

LOAD OF ELECTRIC VEHICLE CHARGING STATIONS, THAT HAS OVER
 CURRENT PROTECTION DEVICES NECESSARY FOR ELECTRIC VEHICLE
 CHARGING STATIONS OR HAS ADEQUATE SPACE TO ADD OVER CURRENT
 PROTECTION DEVICES;

5 (II) A CONDUIT SYSTEM INSTALLED FROM BUILDING ELECTRICAL 6 SERVICE TO PARKING SPACES THAT CAN SUPPORT, AT A MINIMUM, 7 ELECTRICAL WIRING FOR INSTALLATION OF ELECTRIC VEHICLE CHARGING 8 STATIONS, AND, IF THE CONDUIT SYSTEM IS FOR FUTURE INSTALLATION OF 9 ELECTRIC VEHICLE CHARGING STATIONS, THAT LABELS BOTH ENDS OF THE 10 CONDUIT SYSTEM TO MARK THE CONDUIT SYSTEM AS PROVIDED FOR 11 FUTURE ELECTRIC VEHICLE CHARGING STATIONS; AND

(III) SPACE WITHIN A BUILDING TO ADD ADDITIONAL BUILDING
ELECTRICAL SERVICE FOR INSTALLATION OF ELECTRICAL SERVICE
CAPACITY FOR ELECTRIC VEHICLE CHARGING STATIONS.

(i) "SOLAR READY" MEANS ADEQUATE PANEL CAPACITY,
DEDICATED ELECTRICAL PANEL SPACE, ELECTRICAL CONDUIT, PHYSICAL
ROOF SPACE, AND STRUCTURAL LOAD TO ACCOMMODATE FUTURE
INSTALLATION OF SOLAR PANELS, WITH EXEMPTIONS FOR SMALL ROOFS
AND CONSISTENTLY SHADED ROOFS.

20 (j) "STATE AGENCIES" MEANS THE OFFICE OF THE STATE
21 ARCHITECT, THE DIVISION OF FIRE PREVENTION AND CONTROL, AND THE
22 DIVISION OF HOUSING.

23 (2) (a) BEFORE JULY 1, 2023, THE COLORADO ENERGY OFFICE
24 SHALL IDENTIFY FOR ADOPTION MODEL ELECTRIC AND SOLAR READY CODE
25 LANGUAGE.

26 (b) THE COLORADO ENERGY OFFICE SHALL CONSULT WITH LOCAL
27 GOVERNMENTS, BUILDERS, THE DIVISION OF HOUSING WITHIN THE

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DEPARTMENT OF LOCAL AFFAIRS, AFFORDABLE HOUSING EXPERTS, AND
 OTHER STAKEHOLDERS BEFORE IDENTIFYING MODEL ELECTRIC AND SOLAR
 READY CODE LANGUAGE FOR ADOPTION.

4 (c) THE MODEL ELECTRIC AND SOLAR READY CODE LANGUAGE
5 IDENTIFIED FOR ADOPTION BY THE COLORADO ENERGY OFFICE MUST
6 INCLUDE THE FOLLOWING PROVISIONS FOR RESIDENTIAL OR
7 COMMERCIAL BUILDINGS SUBJECT TO THE CODE:

8 (I) SOLAR READY REQUIREMENTS;

9 (II) EV READY AND EV CAPABLE REQUIREMENTS FOR 10 RESIDENTIAL BUILDINGS;

(III) EV READY, EV CAPABLE, AND EV SUPPLY EQUIPMENT
INSTALLED REQUIREMENTS FOR MULTIFAMILY AND COMMERCIAL
BUILDINGS WITH PROVISIONS FOR ELECTRICAL SERVICE CAPACITY IN
TWENTY PERCENT OR MORE OF THE VEHICLE PARKING SPACES IN THE
GARAGE OR PARKING AREA;

16 (IV) ELECTRIC READY REQUIREMENTS FOR ALL SINGLE-FAMILY
 17 RESIDENTIAL MIXED FUEL USE BUILDINGS;

18 (V) ELECTRIC READY REQUIREMENTS FOR MULTI-FAMILY AND
19 SMALL COMMERCIAL MIXED FUEL USE BUILDINGS UNDER TEN THOUSAND
20 SQUARE FEET; AND

(VI) REQUIREMENTS THAT MULTI-FAMILY AND LARGE
COMMERCIAL MIXED FUEL USE BUILDINGS TEN THOUSAND SQUARE FEET OR
GREATER PROVIDE DEDICATED ELECTRIC PANEL SPACE, ELECTRICAL WIRE,
ELECTRICAL RECEPTACLES, AND ADEQUATE PANEL CAPACITY TO
ACCOMMODATE THE FUTURE INSTALLATION OF EFFICIENT, ELECTRIC
TECHNOLOGIES AND CHARGING FOR ELECTRIC VEHICLES. THESE
REQUIREMENTS MUST TAKE INTO ACCOUNT THE COST-EFFECTIVENESS OF

PRE-WIRING FOR EFFICIENT ELECTRIC EQUIPMENT AND THE ABILITY TO
 DETERMINE WHAT WIRING AND RECEPTACLE LOCATIONS WOULD BE
 NEEDED.

4 (d) IN IDENTIFYING THE MODEL ELECTRIC READY AND SOLAR
5 READY CODE LANGUAGE FOR MULTI-FAMILY AND LARGE COMMERCIAL
6 MIXED FUEL USE FOR BUILDINGS TEN THOUSAND SQUARE FEET OR
7 GREATER, THE COLORADO ENERGY OFFICE SHALL:

8 (I) CONSULT WITH BUILDING AND CONSTRUCTION INDUSTRY 9 EXPERTS INCLUDING ARCHITECTS, BUILDING AND CONSTRUCTION TRADE 10 UNIONS, BUILDING ENGINEERS, COMMERCIAL BUILDING OWNERS, 11 COMMERCIAL DEVELOPERS, ELECTRICAL CONTRACTORS, ELECTRICAL 12 ENGINEERS, ENERGY EFFICIENCY EXPERTS, LICENSED ELECTRICIANS, 13 LICENSED PLUMBERS, LOCAL AND STATE BUILDING OFFICIALS, 14 MECHANICAL ENGINEERS, MECHANICAL AND PLUMBING CONTRACTORS, 15 AND MULTI-FAMILY RESIDENTIAL HOMEBUILDERS;

16 (II) DEVELOP CLEAR GUIDELINES TO BE INCLUDED IN THE MODEL 17 ENERGY READY AND SOLAR READY CODES THAT SEEK TO MINIMIZE THE 18 COSTS THAT BUILDERS, BUILDING OWNERS, AND DEVELOPERS INCUR IN 19 MEETING ELECTRIC READY AND SOLAR READY CODE LANGUAGE 20 REQUIREMENTS WHILE ALSO ENSURING THAT BUILDINGS CAN BE 21 CONVERTED TO HIGH EFFICIENCY ELECTRIC HEATING EQUIPMENT AND 22 APPLIANCES AT THE LOWEST POSSIBLE COST TO BUILDING OWNERS. THESE 23 **GUIDELINES MUST INCLUDE PROVISIONS FOR:** 

(A) A STANDARD METHODOLOGY FOR DETERMINING HOW TO
CALCULATE OR MEASURE WHEN COMPLIANCE WITH THE MODEL CODES
REACHES A SUBSTANTIAL COST DIFFERENTIAL THAT WOULD REQUIRE A
WAIVER OR VARIANCE FOR SOME OR ALL OF THE PROVISIONS OF THE

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1 MODEL CODE; AND

2 (B) AN EVIDENCE-BASED, UNIFORM WAIVER OR VARIANCE
3 PROCESS TO ALLOW A BUILDER, DEVELOPER, OR BUILDING OWNER TO
4 REQUEST A WAIVER WHEN IT CAN BE DEMONSTRATED WITH REASONABLE
5 EVIDENCE THAT COMPLIANCE WILL CREATE A SUBSTANTIAL COST
6 DIFFERENTIAL; AND

7 (III) AS USED IN SUBSECTION (2)(d)(II) ,"SUBSTANTIAL COST
8 DIFFERENTIAL" MEANS ONE PERCENT OR GREATER OF THE TOTAL
9 MECHANICAL, ELECTRICAL, OR PLUMBING CONSTRUCTION COSTS ON THE
10 PROJECT.

(3) (a) AFTER THE PUBLICATION OF THE 2024 INTERNATIONAL
ENERGY CONSERVATION CODE, BUT NOT LATER THAN JANUARY 1, 2025,
THE COLORADO ENERGY OFFICE SHALL IDENTIFY FOR ADOPTION MODEL
LOW ENERGY AND CARBON CODE LANGUAGE THAT CONSISTS OF:

(I) THE MORE ENERGY EFFICIENT OF EITHER THE 2021 OR 2024
INTERNATIONAL ENERGY CONSERVATION CODE, EXCEPT AS THE
COLORADO ENERGY OFFICE MAY MODIFY IT PURSUANT TO SUBSECTIONS
(3)(c) AND (3)(d) OF THIS SECTION, INCLUDING ANY APPENDICES THAT THE
COLORADO ENERGY OFFICE DEEMS APPROPRIATE; AND

(II) THE MODEL ELECTRIC AND SOLAR READY CODE LANGUAGE
IDENTIFIED FOR ADOPTION BY THE COLORADO ENERGY OFFICE PURSUANT
TO SUBSECTION (2) OF THIS SECTION, AND MODIFIED AS THE COLORADO
ENERGY OFFICE DEEMS APPROPRIATE.

(b) THE COLORADO ENERGY OFFICE SHALL CONSULT WITH LOCAL
GOVERNMENTS, BUILDERS, THE DIVISION OF HOUSING WITHIN THE
DEPARTMENT OF LOCAL AFFAIRS, AFFORDABLE HOUSING EXPERTS, AND
OTHER STAKEHOLDERS BEFORE IDENTIFYING MODEL LOW ENERGY AND

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1 CARBON CODE LANGUAGE FOR ADOPTION.

2 (c) THE COLORADO ENERGY OFFICE MAY RELAX THE STRINGENCY 3 OF ANY REQUIREMENTS IN THE INTERNATIONAL ENERGY CONSERVATION 4 CODE THAT IT ADOPTS AS PART OF THE MODEL LOW ENERGY AND CARBON 5 CODE PURSUANT TO SUBSECTION (3)(a)(I) OF THIS SECTION, INCLUDING 6 APPENDICES, IF IT DEEMS THAT DOING SO IS APPROPRIATE, BUT THE 7 COLORADO ENERGY OFFICE SHALL NOT INCREASE THE STRINGENCY OF ANY 8 REOUIREMENTS IN THE INTERNATIONAL ENERGY CONSERVATION CODE 9 INCLUDING APPENDICES THAT IT ADOPTS AS PART OF THE MODEL LOW 10 ENERGY AND CARBON CODE PURSUANT TO SUBSECTION (3)(a)(I) OF THIS 11 SECTION.

12 (d) THE MODEL LOW ENERGY AND CARBON CODE LANGUAGE13 IDENTIFIED FOR ADOPTION BY THE COLORADO ENERGY OFFICE MUST:

14 (I) PROVIDE COMPLIANCE PATHWAYS FOR ALL-ELECTRIC AND
15 MIXED FUEL USE RESIDENTIAL AND COMMERCIAL BUILDINGS;

16 (II) EXEMPT ELECTRICITY CONSUMPTION IN RESIDENTIAL AND
17 COMMERCIAL BUILDINGS FROM ANY ONSITE OR OFFSITE RENEWABLE
18 ENERGY REQUIREMENTS;

(III) ALLOW PROJECTS CONSISTING OF ONLY REPLACING A SPACE
OR WATER HEATING SYSTEM, AT THE END OF THAT SYSTEM'S USEFUL LIFE,
WITH THE INSTALLATION OF A NEW SYSTEM USING THE SAME FUEL OR
POWER SOURCE, WITHOUT TRIGGERING PRE-WIRE REQUIREMENTS.

(IV) ENSURE THAT FOR ANY RENEWABLE ENERGY MEASURES USED
 TO ENSURE THAT A HOME OR COMMERCIAL BUILDING IS COMPLIANT WITH
 THE MODEL LOW ENERGY AND CARBON CODE LANGUAGE IDENTIFIED BY
 THE COLORADO ENERGY OFFICE, ANY ELECTRIC RENEWABLE ENERGY
 CREDITS GENERATED MAY NOT BE DOUBLE COUNTED BETWEEN

COMPLIANCE WITH THIS SECTION AND REQUIREMENTS UNDER SECTION
 25-7-105 (1)(e), SECTION 40-3.2-108 (3)(b), OR ANY SIMILAR
 GREENHOUSE GAS EMISSION REDUCTION PROGRAM OR SET OF
 REQUIREMENTS. NOTHING IN THIS SECTION SHALL PRECLUDE A UTILITY
 FROM ACQUIRING RENEWABLE ENERGY CREDITS FROM A BUILDING OWNER
 THROUGH A NET-METERING AGREEMENT; AND

7

(V) TAKE INTO ACCOUNT HOME AFFORDABILITY.

8 (4) BEFORE JULY 1, 2024, THE COLORADO ENERGY OFFICE SHALL
9 IDENTIFY MODEL GREEN CODE LANGUAGE FOR ADOPTION. THE COLORADO
10 ENERGY OFFICE SHALL PROMOTE THE VOLUNTARY ADOPTION OF THIS
11 MODEL GREEN CODE LANGUAGE.

12 (5) (a) THE DIRECTOR OF THE COLORADO ENERGY OFFICE SHALL
13 APPOINT AND CONVENE AN ENERGY CODE ADVISORY BOARD.

(b) NO LATER THAN OCTOBER 1, 2022, THE ENERGY CODE
ADVISORY BOARD SHALL IDENTIFY A MODEL ELECTRIC READY AND SOLAR
READY CODE FOR ADOPTION BY COUNTIES, MUNICIPALITIES, AND STATE
AGENCIES.

18 (c) NO LATER THAN JUNE 30, 2023, THE ENERGY CODE ADVISORY
19 BOARD SHALL IDENTIFY A MODEL LOW ENERGY AND LOW CARBON CODE
20 FOR ADOPTION BY COUNTIES, MUNICIPALITIES, AND STATE AGENCIES.

(d) IN ORDER FOR THE ENERGY CODE ADVISORY BOARD TO
identify an energy code pursuant to either subsection (5)(b) or
(5)(c) of this section, the department of local affairs and the
Colorado energy office must first verify that the energy codes
identified for adoption comply with the statutory intent of
House Bill 22-1362.

27 (d) (I) THE ADVISORY BOARD SHALL SUNSET SEPTEMBER 1, 2027.

(II) PRIOR TO THE REPEAL OF THIS SECTION, THE DEPARTMENT OF
 REGULATORY AGENCIES SHALL CONDUCT A SUNSET REVIEW AS DESCRIBED
 IN SECTION 24-34-104 (5).

4 (6) THE USE OF AN ACCEPTABLE REFRIGERANT MAY NOT BE
5 PROHIBITED OR OTHERWISE RESTRICTED BY A LOCALITY, COUNTY, OR
6 OTHER STATE RULE OR REGULATION; EXCEPT THAT NOTHING IN THIS
7 ARTICLE 38.5 MAY BE CONSTRUED TO PROHIBIT, LIMIT, OR OTHERWISE
8 MODIFY THE REQUIREMENTS OF REGULATION NUMBER 22, 5 CCR 1001-26,
9 AS AMENDED, OR ANY ENTITY'S PROCUREMENT REQUIREMENTS FOR THEIR
10 OWN USE.

(6) (a) ANY ENERGY CODE ADOPTED BY EITHER A LOCAL
GOVERNMENT OR STATE AGENCY IN ACCORDANCE WITH THIS SECTION
MUST NOT APPLY TO CONSTRUCTION OR RENOVATION THAT SERVES THE
PRIMARY PURPOSE OF MAKING A BUILDING ACCESSIBLE OR MORE
ACCESSIBLE FOR AN INDIVIDUAL WITH A DISABILITY.

16 (b) AS USED IN THIS SUBSECTION (6), "ACCESSIBLE" MEANS ABLE
17 TO BE APPROACHED, ENTERED, AND USED.

18 (7) ON OR BEFORE DECEMBER 31, 2025, THE COLORADO ENERGY
19 OFFICE SHALL SUBMIT A REPORT TO THE ENERGY AND ENVIRONMENT
20 COMMITTEE OF THE HOUSE OF REPRESENTATIVES AND THE
21 TRANSPORTATION AND ENERGY COMMITTEE OF THE SENATE, OR ANY
22 SUCCESSOR COMMITTEES. AT A MINIMUM, THE REPORT MUST INCLUDE:

(a) AN ANALYSIS OF THE PROJECTED CARBON EMISSIONS OF
BUILDINGS THAT WILL BE SUBJECT TO LOW ENERGY AND CARBON CODES
ADOPTED PURSUANT TO SECTIONS 24-30-1303 (1), 24-32-3305 (3.5),
24-33-1203 (1)(x), 30-28-211 (3), AND 31-15-602 (3) DURING 2040 AND
2050; AND

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(b) (I) A DETERMINATION AS TO WHETHER THE LOW ENERGY AND
 CARBON CODE LANGUAGE IDENTIFIED FOR ADOPTION BY THE COLORADO
 ENERGY OFFICE WILL NEED TO BE UPDATED TO ENSURE THE BUILDING
 SECTOR EMISSIONS REDUCTIONS NECESSARY TO ACHIEVE THE
 ECONOMY-WIDE GREENHOUSE GAS POLLUTION REDUCTION TARGETS
 ESTABLISHED IN SECTION 25-7-102 (2)(g).

7 (II) IF THE COLORADO ENERGY OFFICE CONCLUDES THAT THE LOW
8 ENERGY AND CARBON CODE LANGUAGE WILL NEED TO BE UPDATED, IT
9 SHALL PROPOSE LEGISLATIVE OPTIONS FOR IMPLEMENTING SUCH UPDATES
10 AND INCLUDE THOSE OPTIONS IN THE REPORT SUBMITTED PURSUANT TO
11 THIS SUBSECTION (7).

12 (8) (a) THE COLORADO ENERGY OFFICE SHALL PROVIDE ENERGY 13 CODE TRAINING TO ASSIST LOCAL GOVERNMENTS, DIVISIONS IN THE 14 EXECUTIVE BRANCH OF STATE GOVERNMENT, BUILDERS, AND 15 CONTRACTORS IN ADOPTING AND IMPLEMENTING THE 2021 16 INTERNATIONAL ENERGY CONSERVATION CODE, ELECTRIC AND SOLAR 17 READY CODES, AND LOW ENERGY AND CARBON CODES. THE TRAINING AND 18 MATERIALS PROVIDED ALONG WITH THIS TRAINING MUST BE IN BOTH 19 ENGLISH AND SPANISH.

(b) IF IT IS ABLE TO OBTAIN FUNDING, THE COLORADO ENERGY
OFFICE SHALL PROVIDE FINANCIAL ASSISTANCE THROUGH AN APPLICATION
PROCESS TO SUPPORT THE ADOPTION AND ENFORCEMENT BY LOCAL
GOVERNMENTS OF THE 2021 INTERNATIONAL ENERGY CONSERVATION
CODE, AN ELECTRIC AND SOLAR READY CODE, AND A LOW ENERGY AND
CARBON CODE.

26 (9) THE COLORADO ENERGY OFFICE SHALL ADOPT POLICIES AND
 27 PROCEDURES AS NECESSARY FOR THE CREATION AND ADMINISTRATION OF

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A GRANT PROGRAM TO AWARD THE GRANTS DESCRIBED IN SUBSECTION
 (10)(a)(I) OF THIS SECTION, INCLUDING POLICIES AND PROCEDURES THAT
 AT A MINIMUM ESTABLISH THE APPLICATION PROCESS AND THE GRANT
 AWARD CRITERIA.

(10) (a) WITHIN THREE DAYS AFTER THE EFFECTIVE DATE OF THIS
SUBSECTION (10)(a), THE STATE TREASURER SHALL TRANSFER THREE
MILLION DOLLARS FROM THE GENERAL FUND TO THE ENERGY FUND
CREATED IN SECTION 24-38.5-102.4. THE COLORADO ENERGY OFFICE
SHALL EXPEND THE MONEY TRANSFERRED BY THE GENERAL ASSEMBLY
PURSUANT TO THIS SUBSECTION (10)(a) FOR THE PURPOSES OF:

(I) ISSUING GRANTS, NOT TO EXCEED A TOTAL OF TWO MILLION
DOLLARS, TO LOCAL GOVERNMENTS TO SUPPORT THEIR ADOPTION AND
ENFORCEMENT OF THE 2021 INTERNATIONAL ENERGY CONSERVATION
CODE, AN ELECTRIC AND SOLAR READY CODE, AND A LOW ENERGY AND
CARBON CODE AND COVERING THE DIRECT AND INDIRECT COSTS
ASSOCIATED WITH ISSUING THESE GRANTS; AND

17 (II)PROVIDING ENERGY CODE TRAINING AND TECHNICAL 18 ASSISTANCE, INCLUDING GRANT WRITING ASSISTANCE, NOT TO EXCEED A 19 TOTAL COST OF ONE MILLION DOLLARS, TO ASSIST LOCAL GOVERNMENTS 20 AND DIVISIONS IN THE EXECUTIVE BRANCH OF STATE GOVERNMENT IN 21 Adopting and enforcing the 2021 international energy 22 CONSERVATION CODE, AN ELECTRIC AND SOLAR READY CODE, A LOW 23 ENERGY AND CARBON CODE, OR A GREEN CODE AND COVERING THE DIRECT 24 AND INDIRECT COSTS ASSOCIATED WITH ALIGNING ENERGY CODES AND 25 WITH PROVIDING THIS TRAINING AND TECHNICAL ASSISTANCE.

26 (b) WITHIN THREE DAYS AFTER THE EFFECTIVE DATE OF THIS
27 SUBSECTION (10)(b), THE STATE TREASURER SHALL TRANSFER ONE

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1 MILLION DOLLARS FROM THE GENERAL FUND TO THE ENERGY FUND 2 CREATED IN SECTION 24-38.5-102.4. THE COLORADO ENERGY OFFICE 3 SHALL EXPEND THE MONEY TRANSFERRED BY THE GENERAL ASSEMBLY 4 PURSUANT TO THIS SUBSECTION (10)(b) FOR THE PURPOSE OF PROVIDING 5 ENERGY CODE TRAINING TO ASSIST ARCHITECTS, BUILDERS, 6 CONTRACTORS, AND DESIGNERS IN IMPLEMENTING THE 2021 7 INTERNATIONAL ENERGY CONSERVATION CODE, ELECTRIC AND SOLAR 8 READY CODES, AND LOW ENERGY AND CARBON CODES. THE TRAINING AND 9 MATERIALS PROVIDED ALONG WITH THIS TRAINING MUST BE IN BOTH 10 ENGLISH AND SPANISH.

SECTION 2. In Colorado Revised Statutes, add 24-38.5-114 as
follows:

13 24-38.5-114. Building electrification for public buildings grant
 14 program - creation - report - legislative declaration. (1) THE GENERAL
 15 ASSEMBLY HEREBY FINDS, DETERMINES, AND DECLARES THAT:

16 (a) EMISSIONS FROM HEATING BUILDINGS ARE ONE OF THE FIVE
 17 LARGEST SOURCES OF GREENHOUSE GAS POLLUTION IN COLORADO;

(b) MANY PUBLIC BUILDINGS OWNED BY LOCAL GOVERNMENTS,
SCHOOL DISTRICTS, INSTITUTES OF HIGHER EDUCATION, AND OTHER
GOVERNMENTAL ENTITIES ARE OLDER BUILDINGS WITH BOTH HIGH ENERGY
COSTS AND EMISSIONS;

(c) ENERGY PERFORMANCE CONTRACTING IS AN IMPORTANT TOOL
THAT GOVERNMENTAL ENTITIES CAN USE TO UPGRADE THE ENERGY
PERFORMANCE OF BUILDINGS BY FINANCING ENERGY UPGRADES BASED ON
PROJECTED SAVINGS IN ENERGY COSTS;

26 (d) NEWER TECHNOLOGIES SUCH AS COLD CLIMATE HEAT PUMPS
 27 AND HEAT PUMP WATER HEATERS OFFER MANY OPPORTUNITIES TO REDUCE

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GREENHOUSE GAS AND NITROGEN OXIDE EMISSIONS AND IMPROVE INDOOR
 AIR QUALITY; AND

3 (e) THEREFORE, IT IS IMPORT FOR STATE INVESTMENTS TO SUPPORT 4 PUBLIC AGENCIES IN INCLUDING HIGH-EFFICIENCY ELECTRIC HEATING 5 UPGRADES IN ENERGY PERFORMANCE CONTRACTS FOR PUBLIC BUILDINGS. 6 (2) THERE IS CREATED IN THE COLORADO ENERGY OFFICE THE 7 BUILDING ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT PROGRAM TO 8 PROVIDE GRANTS TO INSTITUTES OF HIGHER EDUCATION, LOCAL 9 GOVERNMENTS, SCHOOL DISTRICTS, STATE AGENCIES, AND SPECIAL 10 DISTRICTS FOR THE INSTALLATION OF HIGH-EFFICIENCY ELECTRIC HEATING 11 EOUIPMENT. 12 (3) GRANTEES MAY USE MONEY RECEIVED THROUGH THE BUILDING 13 ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT PROGRAM FOR THE 14 FOLLOWING PURPOSES: 15 THE PURCHASE AND INSTALLATION OF HIGH-EFFICIENCY (a) 16 ELECTRIC EQUIPMENT FOR SPACE HEATING, WATER HEATING, OR COOKING; 17 18 (b) THE PURCHASE OF ELECTRICAL INSTALLATIONS AND UPGRADES 19 NECESSARY TO SUPPORT THE INSTALLATION OF HIGH-EFFICIENCY ELECTRIC 20 EQUIPMENT; 21 (c) THE PURCHASE AND INSTALLATION OF OTHER INNOVATIVE 22 BUILDING HEATING TECHNOLOGIES THAT THE COLORADO ENERGY OFFICE 23 DETERMINES WILL LIKELY ACHIEVE EQUAL OR LOWER LEVELS OF 24 GREENHOUSE GAS EMISSIONS THAN HIGH EFFICIENCY HEAT PUMPS 25 OPERATED ON THE PROJECTED 2030 ELECTRIC GRID; AND 26 (d) IN THE CASE OF ELIGIBLE ENTITIES FROM LOW-INCOME,

27 DISPROPORTIONATELY IMPACTED COMMUNITIES, OR JUST TRANSITION

COMMUNITIES AS THOSE COMMUNITIES ARE IDENTIFIED BY THE COLORADO
 ENERGY OFFICE, TO COVER THE ADMINISTRATIVE COSTS ASSOCIATED WITH
 THE PURCHASE AND INSTALLATION DESCRIBED IN SUBSECTIONS (3)(a),
 (3)(b), AND (3)(c) OF THIS SECTION.

5 (4) THE COLORADO ENERGY OFFICE SHALL ADMINISTER THE
6 BUILDING ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT PROGRAM,
7 AWARD GRANTS AS PROVIDED IN THIS SECTION, AND DEVELOP POLICIES
8 AND PROCEDURES AS NECESSARY TO IMPLEMENT THE GRANT PROGRAM.

9 (5) GRANTS SHALL BE PAID OUT OF THE CLEAN AIR BUILDINGS
10 INVESTMENTS FUND CREATED IN SECTION 24-38.5-116.

11 (6) THE COLORADO ENERGY OFFICE MAY DEVELOP POLICIES AND 12 PROCEDURES PRIORITIZING THE GRANT APPLICATIONS OF ELIGIBLE 13 ENTITIES FROM LOW-INCOME, DISPROPORTIONATELY IMPACTED 14 COMMUNITIES, OR JUST TRANSITION COMMUNITIES AS THOSE 15 COMMUNITIES ARE IDENTIFIED BY THE COLORADO ENERGY OFFICE AND 16 THE COLORADO ENERGY OFFICE SHALL AWARD AT LEAST THIRTY PERCENT 17 OF THE TOTAL AMOUNT OF MONEY IT AWARDS THROUGH GRANTS 18 PURSUANT TO THE BUILDING ELECTRIFICATION FOR PUBLIC BUILDINGS 19 GRANT PROGRAM TO SUCH ELIGIBLE ENTITIES.

20 (7) (a) TO RECEIVE A GRANT, AN ELIGIBLE ENTITY MUST SUBMIT AN
21 APPLICATION TO THE COLORADO ENERGY OFFICE IN ACCORDANCE WITH
22 THE POLICIES AND PROCEDURES SPECIFIED BY THE COLORADO ENERGY
23 OFFICE.

(b) THE COLORADO ENERGY OFFICE SHALL PROVIDE TECHNICAL
ASSISTANCE IN APPLYING FOR GRANTS THROUGH THE BUILDING
ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT PROGRAM AS NEEDED TO
ELIGIBLE ENTITIES FROM LOW-INCOME, DISPROPORTIONATELY IMPACTED

COMMUNITIES, OR JUST TRANSITION COMMUNITIES AS THOSE
 COMMUNITIES ARE IDENTIFIED BY THE COLORADO ENERGY OFFICE.

3 (8) (a) EACH GRANTEE THAT RECEIVES A GRANT THROUGH THE
4 BUILDING ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT PROGRAM
5 SHALL SUBMIT AN ANNUAL REPORT TO THE COLORADO ENERGY OFFICE
6 FOR THE FIRST FIVE YEARS AFTER RECEIVING THE GRANT.

(b) (I) ON OR BEFORE FEBRUARY 1, 2024, AND ON EACH YEAR
THEREAFTER, THE COLORADO ENERGY OFFICE SHALL SUBMIT A
SUMMARIZED REPORT TO THE TRANSPORTATION AND ENERGY COMMITTEE
OF THE SENATE AND THE ENERGY AND ENVIRONMENT COMMITTEE OF THE
HOUSE OF REPRESENTATIVES, OR THEIR SUCCESSOR COMMITTEES, ON THE
BUILDING ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT PROGRAM. AT
A MINIMUM, THIS SUMMARIZED REPORT MUST INCLUDE:

14 (A) A DESCRIPTION OF THE GRANTS AWARDED, INCLUDING A
15 DESCRIPTION OF THE PROJECTS FUNDED BY THE GRANTS AS DESCRIBED TO
16 THE COLORADO ENERGY OFFICE IN THE GRANT APPLICATIONS;

17 (B) THE PERCENTAGE OF GRANTS AWARDED TO LOW-INCOME,
18 DISPROPORTIONATELY IMPACTED, OR JUST TRANSITION COMMUNITIES, AND
19 TO INDIVIDUALS WITH A DISABILITY OR ENTITIES THAT USED THE GRANTS
20 TO PROVIDE A SERVICE FOR INDIVIDUALS WITH A DISABILITY; AND

21 (C) TO THE EXTENT AVAILABLE, THE IMPACTS OF THE GRANTS ON
22 GAS USE, ELECTRICITY USE, EMISSIONS, AND ENERGY COSTS.

(II) THIS SUBSECTION (8)(b) IS REPEALED, EFFECTIVE JULY 1, 2026.
 SECTION 3. In Colorado Revised Statutes, add 24-38.5-115 as
 follows:

26 24-38.5-115. High-efficiency electric heating and appliances
 27 grant program - creation - report - legislative declaration. (1) THE

1 GENERAL ASSEMBLY HEREBY FINDS, DETERMINES, AND DECLARES THAT:

2 (a) EMISSIONS FROM HEATING BUILDINGS ARE ONE OF THE FIVE
3 LARGEST SOURCES OF GREENHOUSE GAS POLLUTION IN COLORADO;

4 (b) OVER A MILLION COLORADANS LIVE IN ENERGY BURDENED
5 HOUSEHOLDS THAT SPEND FIVE PERCENT OR MORE OF THEIR HOUSEHOLD
6 INCOME ON ENERGY EXPENDITURES;

7 (c) NEWER TECHNOLOGIES SUCH AS COLD CLIMATE HEAT PUMPS
8 AND HEAT PUMP WATER HEATERS OFFER MANY OPPORTUNITIES TO REDUCE
9 GREENHOUSE GAS AND NITROGEN OXIDE EMISSIONS AND IMPROVE INDOOR
10 AIR QUALITY;

(d) ENERGY UPGRADES TO RESIDENTIAL AND COMMERCIAL
BUILDINGS MAY BE MORE COST EFFECTIVE AND EASIER TO IMPLEMENT
WHEN DEPLOYED AT THE NEIGHBORHOOD SCALE, AND
NEIGHBORHOOD-SCALE UPGRADES MAY ALLOW UTILITIES TO AVOID OR
DEFER INVESTMENTS IN GAS AND ELECTRIC DISTRIBUTION, THEREBY
REDUCING COSTS FOR ALL UTILITY RATEPAYERS; AND

17 (e) THEREFORE, IT IS IMPORTANT FOR THE STATE TO SUPPORT
18 INVESTMENTS IN NEIGHBORHOOD-SCALE ENERGY EFFICIENCY UPGRADES.
19 (2) THERE IS CREATED IN THE COLORADO ENERGY OFFICE THE
20 HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM
21 TO PROVIDE GRANTS TO INSTITUTIONS OF HIGHER EDUCATION, LOCAL

GOVERNMENTS, UTILITIES, NONPROFIT ORGANIZATIONS, BUSINESSES AND
OTHER ENTITIES AS DETERMINED BY THE COLORADO ENERGY OFFICE, AND
HOUSING DEVELOPERS FOR THE INSTALLATION OF HIGH-EFFICIENCY
ELECTRIC HEATING EQUIPMENT IN MULTIPLE STRUCTURES WITHIN A
NEIGHBORHOOD.

27 (3) GRANTEES MAY USE THE MONEY RECEIVED THROUGH THE

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HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM
 FOR THE FOLLOWING PURPOSES:

3 (a) THE PURCHASE AND INSTALLATION OF HIGH-EFFICIENCY
4 ELECTRIC EQUIPMENT FOR SPACE HEATING, WATER HEATING, OR COOKING
5 IN MULTIPLE RESIDENTIAL OR COMMERCIAL BUILDINGS LOCATED IN CLOSE
6 PROXIMITY;

7 (b) THE PURCHASE OF ELECTRICAL INSTALLATIONS AND UPGRADES
8 NECESSARY TO SUPPORT THE INSTALLATION OF HIGH-EFFICIENCY ELECTRIC
9 EQUIPMENT;

10 (c) THE PURCHASE AND INSTALLATION OF OTHER INNOVATIVE
11 BUILDING HEATING TECHNOLOGIES THAT THE COLORADO ENERGY OFFICE
12 DETERMINES WILL LIKELY ACHIEVE EQUAL OR LOWER LEVELS OF
13 GREENHOUSE GAS EMISSIONS THAN HIGH EFFICIENCY HEAT PUMPS
14 OPERATED ON THE PROJECTED 2030 ELECTRIC GRID; AND

15 (d) IN THE CASE OF LOCAL GOVERNMENTS, ELECTRIC AND GAS 16 UTILITIES, NONPROFIT ORGANIZATIONS, BUSINESSES AND OTHER ENTITIES 17 AS DETERMINED BY THE COLORADO ENERGY OFFICE, OR HOUSING 18 DEVELOPERS THAT OPERATE IN LOW-INCOME, DISPROPORTIONATELY 19 IMPACTED COMMUNITIES, OR JUST TRANSITION COMMUNITIES AS THOSE 20 COMMUNITIES ARE IDENTIFIED BY THE COLORADO ENERGY OFFICE, TO 21 COVER THE ADMINISTRATIVE COSTS ASSOCIATED WITH THE PURCHASE AND 22 INSTALLATION DESCRIBED IN SUBSECTIONS (3)(a), (3)(b), AND (3)(c) OF 23 THIS SECTION.

(4) THE COLORADO ENERGY OFFICE SHALL ADMINISTER THE
HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM,
AWARD GRANTS AS PROVIDED IN THIS SECTION, AND DEVELOP POLICIES
AND PROCEDURES AS NECESSARY TO IMPLEMENT THE GRANT PROGRAM.

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(5) GRANTS SHALL BE PAID OUT OF THE CLEAN AIR BUILDINGS
 INVESTMENTS FUND CREATED IN SECTION 24-38.5-116.

3 (6) THE COLORADO ENERGY OFFICE MAY DEVELOP POLICIES AND 4 PROCEDURES PRIORITIZING THE GRANT APPLICATIONS OF LOCAL 5 GOVERNMENTS, ELECTRIC AND GAS UTILITIES, NONPROFIT 6 ORGANIZATIONS, BUSINESSES AND OTHER ENTITIES AS DETERMINED BY 7 THE COLORADO ENERGY OFFICE. OR HOUSING DEVELOPERS THAT OPERATE 8 IN LOW-INCOME, DISPROPORTIONATELY IMPACTED COMMUNITIES, OR JUST 9 TRANSITION COMMUNITIES AS THOSE COMMUNITIES ARE IDENTIFIED BY 10 THE COLORADO ENERGY OFFICE AND THE COLORADO ENERGY OFFICE 11 SHALL AWARD AT LEAST THIRTY PERCENT OF THE TOTAL AMOUNT OF 12 MONEY IT AWARDS THROUGH GRANTS PURSUANT TO THE HIGH-EFFICIENCY 13 ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM TO SUCH LOCAL 14 GOVERNMENTS, ELECTRIC AND GAS UTILITIES, NONPROFIT 15 ORGANIZATIONS, BUSINESSES AND OTHER ENTITIES AS DETERMINED BY 16 THE COLORADO ENERGY OFFICE, OR HOUSING DEVELOPERS.

(7) (a) TO RECEIVE A GRANT, A LOCAL GOVERNMENT, ELECTRIC OR
GAS UTILITY, NONPROFIT ORGANIZATION, BUSINESS AND OTHER ENTITY AS
DETERMINED BY THE COLORADO ENERGY OFFICE, OR HOUSING DEVELOPER
MUST SUBMIT AN APPLICATION TO THE COLORADO ENERGY OFFICE IN
ACCORDANCE WITH THE POLICIES AND PROCEDURES SPECIFIED BY THE
COLORADO ENERGY OFFICE.

(b) THE COLORADO ENERGY OFFICE SHALL PROVIDE TECHNICAL
ASSISTANCE IN APPLYING FOR GRANTS THROUGH THE HIGH-EFFICIENCY
ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM AS NEEDED TO
LOCAL GOVERNMENTS, ELECTRIC AND GAS UTILITIES, NONPROFIT
ORGANIZATIONS, BUSINESSES AND OTHER ENTITIES AS DETERMINED BY

THE COLORADO ENERGY OFFICE, OR HOUSING DEVELOPERS THAT OPERATE
 IN LOW-INCOME, DISPROPORTIONATELY IMPACTED COMMUNITIES, OR JUST
 TRANSITION COMMUNITIES AS THOSE COMMUNITIES ARE IDENTIFIED BY
 THE COLORADO ENERGY OFFICE.

5 (8) (a) EACH GRANTEE THAT RECEIVES A GRANT THROUGH THE
6 HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM
7 SHALL SUBMIT A REPORT TO THE COLORADO ENERGY OFFICE THE FIRST
8 FIVE YEARS AFTER RECEIVING THE GRANT.

9 (b) (I) ON OR BEFORE FEBRUARY 1, 2024, AND ON EACH YEAR 10 THEREAFTER, THE COLORADO ENERGY OFFICE SHALL SUBMIT A 11 SUMMARIZED REPORT TO THE TRANSPORTATION AND ENERGY COMMITTEE 12 OF THE SENATE AND THE ENERGY AND ENVIRONMENT COMMITTEE OF THE 13 HOUSE OF REPRESENTATIVES, OR THEIR SUCCESSOR COMMITTEES, ON THE 14 HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM. 15 AT A MINIMUM, THIS SUMMARIZED REPORT MUST INCLUDE:

16 (A) A DESCRIPTION OF THE GRANTS AWARDED, INCLUDING A
17 DESCRIPTION OF THE PROJECTS FUNDED BY THE GRANTS AS DESCRIBED TO
18 THE COLORADO ENERGY OFFICE IN THE GRANT APPLICATIONS;

19 (B) THE PERCENTAGE OF GRANTS AWARDED TO LOW-INCOME, 20 DISPROPORTIONATELY IMPACTED, OR JUST TRANSITION COMMUNITIES, AND 21 TO INDIVIDUALS WITH A DISABILITY OR ENTITIES THAT USED THE GRANTS 22 TO PROVIDE A SERVICE FOR INDIVIDUALS WITH A DISABILITY; AND 23 (C) TO THE EXTENT AVAILABLE, THE IMPACTS OF THE GRANTS ON 24 GAS USE, ELECTRICITY USE, EMISSIONS, AND ENERGY COSTS. 25 (II) THIS SUBSECTION (8)(b) IS REPEALED, EFFECTIVE JULY 1, 2026. 26 **SECTION 4.** In Colorado Revised Statutes, add 24-38.5-116 as

27 follows:

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24-38.5-116. Clean air building investments fund - creation use of fund. (1) THE CLEAN AIR BUILDING INVESTMENTS FUND, REFERRED
 TO IN THIS SECTION AS THE "FUND", IS CREATED IN THE STATE TREASURY.
 THE PRINCIPAL OF THE FUND CONSISTS OF MONEY TRANSFERRED TO THE
 FUND FROM THE GENERAL FUND AND GIFTS, GRANTS, AND DONATIONS.
 INTEREST AND INCOME EARNED ON THE DEPOSIT AND INVESTMENT OF
 MONEY IN THE FUND ARE CREDITED TO THE FUND.

8 (2) ALL MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO
9 THE COLORADO ENERGY OFFICE. THE COLORADO ENERGY OFFICE MAY
10 EXPEND MONEY FROM THE FUND FOR THE CREATION, IMPLEMENTATION,
11 AND ADMINISTRATION OF:

12 (a) THE BUILDING ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT
13 PROGRAM CREATED IN SECTION 24-38.5-114; AND

14 (b) THE HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES
15 GRANT PROGRAM CREATED IN SECTION 24-38.5-115.

16 (3) (a) ON THE EFFECTIVE DATE OF THIS SECTION, OR AS SOON AS
17 POSSIBLE THEREAFTER, THE STATE TREASURER SHALL TRANSFER
18 TWENTY-ONE MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND.

(b) THE COLORADO ENERGY OFFICE SHALL USE TEN MILLION
DOLLARS OF THE MONEY TRANSFERRED PURSUANT TO THIS SUBSECTION (3)
FOR THE CREATION, IMPLEMENTATION, AND ADMINISTRATION OF THE
BUILDING ELECTRIFICATION FOR PUBLIC BUILDINGS GRANT PROGRAM
CREATED IN SECTION 24-38.5-114.

(c) THE COLORADO ENERGY OFFICE SHALL USE ELEVEN MILLION
DOLLARS OF THE MONEY TRANSFERRED PURSUANT TO THIS SUBSECTION (3)
FOR THE CREATION, IMPLEMENTATION, AND ADMINISTRATION OF THE
HIGH-EFFICIENCY ELECTRIC HEATING AND APPLIANCES GRANT PROGRAM

1 CREATED IN SECTION 24-38.5-115.

2 SECTION 5. In Colorado Revised Statutes, 12-115-107, amend
3 (2)(a) as follows:

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5

6

12-115-107. Board powers and duties - rules - definition.(2) In addition to all other powers and duties conferred or imposed upon the board by this article 115, the board is authorized to:

7 (a) (I) Adopt, and from time to time revise, rules pursuant to 8 section 12-20-204. In adopting the rules, the board shall be governed 9 when appropriate by the standards in the most current edition of the 10 national electrical code or by any modifications to the standards made by 11 the board after a hearing is held pursuant to the provisions of article 4 of 12 title 24. These standards are adopted as the minimum standards governing 13 the planning, laying out, and installing or the making of additions, 14 alterations, and repairs in the installation of wiring apparatus and 15 equipment for electric light, heat, and power in this state. A copy of the 16 code shall be kept in the office of the board and open to public inspection. 17 Nothing contained in this section prohibits any city, town, county, city 18 and county, or qualified state institution of higher education from making 19 and enforcing any such standards that are more stringent than the 20 minimum standards adopted by the board, and any city, town, county, city 21 and county, or qualified state institution of higher education that adopts 22 more stringent standards shall furnish a copy thereof to the board. The 23 standards adopted by the board shall be prima facie evidence of minimum 24 approved methods of construction for safety to life and property. The 25 affirmative vote of two-thirds of all appointed members of the board is 26 required to set any standards that are different from those set forth in the 27 national electrical code. If requested in writing, the board shall send a

copy of newly adopted standards and rules to any interested party at least
 thirty days before the implementation and enforcement of the standards
 or rules. The copies may be furnished for a fee established pursuant to
 section 12-20-105.

5 (II)In the event of a conflict between the 20216 INTERNATIONAL ENERGY CONSERVATION CODE, THE 2024 INTERNATIONAL 7 ENERGY CONSERVATION CODE, OR ANY ENERGY CODES ADOPTED BY 8 EITHER A LOCAL GOVERNMENT OR DIVISIONS IN THE EXECUTIVE BRANCH 9 OF STATE GOVERNMENT AND THE NATIONAL ELECTRIC CODE OR THE 10 STANDARDS ADOPTED BY THE BOARD PURSUANT TO THIS SUBSECTION 11 (2)(a), THE NATIONAL ELECTRIC CODE OR THE STANDARDS ADOPTED BY 12 THE BOARD PURSUANT TO THIS SUBSECTION (2)(a) PREVAILS.

13 SECTION 6. In Colorado Revised Statutes, 12-155-106, add
14 (4.5) as follows:

15 12-155-106. Colorado plumbing code - amendments variances - Colorado fuel gas code. (4.5) IN THE EVENT OF A CONFLICT
BETWEEN THE 2021 INTERNATIONAL ENERGY CONSERVATION CODE, THE
2024 INTERNATIONAL ENERGY CONSERVATION CODE, OR ANY ENERGY
CODES ADOPTED BY EITHER A LOCAL GOVERNMENT OR DIVISIONS IN THE
EXECUTIVE BRANCH OF STATE GOVERNMENT AND THE COLORADO
PLUMBING CODE, THE COLORADO PLUMBING CODE PREVAILS.

SECTION 7. In Colorado Revised Statutes, 24-30-1303, add
(1)(ff) as follows:

24 24-30-1303. Office of the state architect - responsibilities.
25 (1) The office of the state architect shall:

26 (ff) (I) (A) ON OR BEFORE JANUARY 1, 2025, ADOPT AND ENFORCE
27 AN ENERGY CODE THAT ACHIEVES EQUIVALENT OR BETTER ENERGY

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1 PERFORMANCE THAN THE 2021 INTERNATIONAL ENERGY CONSERVATION 2 CODE AND THE MODEL ELECTRIC READY AND SOLAR READY CODE 3 LANGUAGE IDENTIFIED FOR ADOPTION BY THE ENERGY CODE ADVISORY 4 BOARD PURSUANT TO SECTION 24-38.5-113 (5)(b). THIS ENERGY CODE 5 MUST APPLY TO ALL CONSTRUCTION BY STATE AGENCIES ON 6 STATE-OWNED PROPERTIES OR FACILITIES, OR PROPERTIES OR FACILITIES 7 THAT ARE LEASED BY THE STATE UNDER A FINANCED PURCHASE OF AN 8 ASSET OR CERTIFICATE OF PARTICIPATION AGREEMENT.

9 (B) ON OR BEFORE JANUARY 1, 2030, ADOPT AND ENFORCE AN 10 ENERGY CODE THAT ACHIEVES EQUIVALENT OR BETTER ENERGY AND 11 CARBON EMISSIONS PERFORMANCE THAN THE MODEL LOW ENERGY AND 12 CARBON CODE IDENTIFIED FOR ADOPTION BY THE ENERGY CODE ADVISORY 13 BOARD PURSUANT TO SECTION 24-38.5-113 (5)(c). THIS ENERGY CODE 14 MUST APPLY TO ALL CONSTRUCTION BY STATE AGENCIES ON 15 STATE-OWNED PROPERTIES OR FACILITIES, OR PROPERTIES OR FACILITIES 16 THAT ARE LEASED BY THE STATE UNDER A FINANCED PURCHASE OF AN 17 ASSET OR CERTIFICATE OF PARTICIPATION AGREEMENT.

(II) NOTWITHSTANDING ANY OTHER PROVISION OF THIS
SUBSECTION (1)(ff), THE OFFICE OF THE STATE ARCHITECT MAY MAKE ANY
AMENDMENTS TO AN ENERGY CODE THAT THE OFFICE OF THE STATE
ARCHITECT DEEMS APPROPRIATE, SO LONG AS THE AMENDMENTS DO NOT
DECREASE THE EFFECTIVENESS OR ENERGY EFFICIENCY OF THE ENERGY
CODE.

(III) NOTHING IN THIS SUBSECTION (1)(ff) RESTRICTS THE ABILITY
OF AN INVESTOR-OWNED UTILITY WITH APPROVAL FROM THE PUBLIC
UTILITIES COMMISSION TO:

27 (A) PROVIDE INCENTIVES OR OTHER ENERGY EFFICIENCY PROGRAM

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SERVICES TO HELP THE OFFICE OF THE STATE ARCHITECT OR BUILDERS
 COMPLY WITH THE REQUIREMENTS OF THIS SUBSECTION (1)(ff); OR

3 (B) EARN SHAREHOLDER INCENTIVES AND CLAIM CREDITS TOWARD
4 ITS REGULATORY REQUIREMENTS FOR ENERGY OR GREENHOUSE GAS
5 EMISSION SAVINGS ACHIEVED AS A RESULT OF INCENTIVES PROVIDED BY
6 THE UTILITY TO HELP THE OFFICE OF THE STATE ARCHITECT OR BUILDERS
7 COMPLY WITH THE REQUIREMENTS OF THIS SUBSECTION (1)(ff).

8 (IV) A UTILITY NOT SUBJECT TO REGULATION BY THE PUBLIC 9 UTILITIES COMMISSION MAY PROVIDE INCENTIVES OR OTHER ENERGY 10 EFFICIENCY PROGRAM SERVICES AS THEY SO CHOOSE TO ASSIST THE OFFICE 11 OF THE STATE ARCHITECT OR ANY BUILDERS IN COMPLYING WITH THE 12 REQUIREMENTS OF THIS SUBSECTION (1)(ff).

(V) (A) A UTILITY SHALL BE ALLOWED TO COUNT MASS-BASED
EMISSIONS REDUCTIONS ASSOCIATED WITH THE REQUIREMENTS OF THIS
SUBSECTION (1)(ff) TOWARDS COMPLIANCE WITH ITS REQUIREMENTS
UNDER SECTION 25-7-105 (1)(e)(X.7) OR (1)(e)(X.8), SECTION 40-3.2-108
(3)(b), OR ANY SIMILAR GREENHOUSE GAS EMISSIONS REDUCTION
PROGRAM OR SET OF REQUIREMENTS.

19 (B) A UTILITY SUBJECT TO REGULATION BY THE PUBLIC UTILITIES 20 COMMISSION SHALL NOT BE ALLOWED TO COUNT ENERGY SAVINGS OR 21 GREENHOUSE GAS EMISSIONS REDUCTIONS ACHIEVED THROUGH THE 22 REQUIREMENTS OF THIS SUBSECTION (1)(ff) FOR THE PURPOSE OF 23 CALCULATING A SHAREHOLDER INCENTIVE ESTABLISHED PURSUANT TO 24 SECTIONS 40-3.2-103 (2)(d) AND 40-3.2-104 (5) IF THE UTILITY HAS NOT 25 PROVIDED A FINANCIAL INVESTMENT FOR CODE ADOPTION AS 26 DOCUMENTED IN A PLAN APPROVED BY THE COMMISSION.

27 SECTION 8. In Colorado Revised Statutes, 24-32-3305, amend

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1 (3); and **add** (3.5) as follows:

2 24-32-3305. Rules - advisory committee - energy code -3 enforcement. (3) EXCEPT WHEN ADOPTING AN ENERGY CODE PURSUANT 4 TO SUBSECTION (3.5) OF THIS SECTION, the board must consult with and 5 obtain the advice of an advisory committee on residential and 6 nonresidential structures in the drafting and promulgation of rules. The 7 committee consists of twelve members appointed by the division from the 8 following professional and technical disciplines: One from architecture, 9 one from structural engineering, three from building code enforcement, 10 one from mechanical engineering or contracting, one from electrical 11 engineering or contracting, one from the plumbing industry, one from the 12 construction design or producer industry, two from manufactured 13 housing, and one from organized labor. Committee members shall be 14 reimbursed for actual and necessary expenses incurred while engaged in 15 official duties.

16 (3.5) (a) (I) ON OR BEFORE JANUARY 1, 2025, THE DIVISION 17 SHALL ADOPT AND ENFORCE AN ENERGY CODE THAT ACHIEVES 18 EQUIVALENT OR BETTER ENERGY PERFORMANCE THAN THE 2021 19 INTERNATIONAL ENERGY CONSERVATION CODE AND THE MODEL ELECTRIC 20 READY AND SOLAR READY CODE LANGUAGE IDENTIFIED FOR ADOPTION BY 21 THE ENERGY CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113 22 (5)(b). THIS ENERGY CODE MUST APPLY TO FACTORY-BUILT STRUCTURES 23 AND HOTELS, MOTELS, AND MULTI-FAMILY STRUCTURES IN AREAS OF THE 24 STATE WHERE NO CONSTRUCTION STANDARDS FOR HOTELS, MOTELS, AND 25 MULTI-FAMILY STRUCTURES EXIST. 26 (II) ON OR BEFORE JANUARY 1, 2030, THE DIVISION SHALL ADOPT

20 (II) ON OR BEFORE JANUARY 1, 2030, THE DIVISION SHALL ADOPT
 27 AND ENFORCE AN ENERGY CODE THAT ACHIEVES EQUIVALENT OR BETTER

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ENERGY AND CARBON EMISSIONS PERFORMANCE THAN THE MODEL LOW
 ENERGY AND CARBON CODE IDENTIFIED FOR ADOPTION BY THE ENERGY
 CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113 (5)(c). THIS
 ENERGY CODE MUST APPLY TO FACTORY-BUILT STRUCTURES AND HOTELS,
 MOTELS, AND MULTI-FAMILY STRUCTURES IN AREAS OF THE STATE WHERE
 NO CONSTRUCTION STANDARDS FOR HOTELS, MOTELS, AND MULTI-FAMILY
 STRUCTURES EXIST.

8 (b) NOTHING IN THIS SUBSECTION (3.5) ESTABLISHES STANDARDS
9 APPLICABLE TO MANUFACTURED HOMES CONSTRUCTED PURSUANT TO THE
10 "NATIONAL MANUFACTURED HOUSING CONSTRUCTION AND SAFETY
11 STANDARDS ACT OF 1974", ESTABLISHED IN 42 U.S.C. SEC. 5401, ET SEQ.,
12 AND ANY CORRESPONDING REGULATIONS PROMULGATED BY THE UNITED
13 STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT IN 24 CFR
14 3280, ET SEQ.

15 (c) NOTWITHSTANDING ANY OTHER PROVISION OF THIS
16 SUBSECTION (3.5), THE DIVISION MAY MAKE ANY AMENDMENTS TO AN
17 ENERGY CODE THAT THE DIVISION DEEMS APPROPRIATE, SO LONG AS THE
18 AMENDMENTS DO NOT DECREASE THE EFFECTIVENESS OR ENERGY
19 EFFICIENCY OF THE ENERGY CODE.

20 (d) NOTHING IN THIS SUBSECTION (3.5) RESTRICTS THE ABILITY OF
 21 AN INVESTOR-OWNED UTILITY WITH APPROVAL FROM THE PUBLIC UTILITIES
 22 COMMISSION TO:

(I) PROVIDE INCENTIVES OR OTHER ENERGY EFFICIENCY PROGRAM
SERVICES TO HELP THE DIVISION OR BUILDERS COMPLY WITH THE
REQUIREMENTS OF THIS SUBSECTION (3.5); OR

26 (II) EARN SHAREHOLDER INCENTIVES AND CLAIM CREDITS TOWARD
27 ITS REGULATORY REQUIREMENTS FOR ENERGY OR GREENHOUSE GAS

EMISSION SAVINGS ACHIEVED AS A RESULT OF INCENTIVES PROVIDED BY
 THE UTILITY TO HELP THE DIVISION OR BUILDERS COMPLY WITH THE
 REQUIREMENTS OF THIS SUBSECTION (3.5).

4 (e) A UTILITY NOT SUBJECT TO REGULATION BY THE PUBLIC
5 UTILITIES COMMISSION MAY PROVIDE INCENTIVES OR OTHER ENERGY
6 EFFICIENCY PROGRAM SERVICES AS THEY SO CHOOSE TO ASSIST THE BOARD
7 OR ANY BUILDERS IN COMPLYING WITH THE REQUIREMENTS OF THIS
8 SUBSECTION (3.5).

9 (f) (I) A UTILITY MAY COUNT MASS-BASED EMISSIONS REDUCTIONS 10 ASSOCIATED WITH THE REQUIREMENTS OF THIS SUBSECTION (3.5) 11 TOWARDS COMPLIANCE WITH ITS REQUIREMENTS UNDER SECTION 25-7-105 12 (1)(e)(X.7) OR (1)(e)(X.8), SECTION 40-3.2-108 (3)(b), OR ANY SIMILAR 13 GREENHOUSE GAS EMISSIONS REDUCTION PROGRAM OR SET OF 14 REQUIREMENTS.

15 (II) A UTILITY SUBJECT TO REGULATION BY THE PUBLIC UTILITIES 16 COMMISSION SHALL NOT COUNT ENERGY SAVINGS OR GREENHOUSE GAS 17 EMISSIONS REDUCTIONS ACHIEVED THROUGH THE REQUIREMENTS OF THIS 18 SUBSECTION (3.5) FOR THE PURPOSE OF CALCULATING A SHAREHOLDER 19 INCENTIVE ESTABLISHED PURSUANT TO SECTIONS 40-3.2-103 (2)(d) AND 20 40-3.2-104 (5) IF THE UTILITY HAS NOT PROVIDED A FINANCIAL 21 INVESTMENT FOR CODE ADOPTION AS DOCUMENTED IN A PLAN APPROVED 22 BY THE COMMISSION.

23 SECTION 9. In Colorado Revised Statutes, 24-33.5-1203, add
24 (1)(x) as follows:

25 24-33.5-1203. Duties of division. (1) The division shall perform
26 the following duties:

27 (x) (I) (A) ON OR BEFORE JANUARY 1, 2025, THE DIVISION

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SHALL ADOPT AND ENFORCE AN ENERGY CODE THAT ACHIEVES
 EQUIVALENT OR BETTER ENERGY PERFORMANCE THAN THE 2021
 INTERNATIONAL ENERGY CONSERVATION CODE AND THE MODEL ELECTRIC
 READY AND SOLAR READY CODE LANGUAGE IDENTIFIED FOR ADOPTION BY
 THE ENERGY CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113
 (5)(b). THIS ENERGY CODE MUST APPLY TO THE BUILDINGS DESCRIBED IN
 SECTIONS 22-32-124 (2), 23-71-122 (1)(v), AND 24-33.5-1212.5.

8 (B) ON OR BEFORE JANUARY 1, 2030, THE DIVISION SHALL ADOPT 9 AND ENFORCE AN ENERGY CODE THAT ACHIEVES EQUIVALENT OR BETTER 10 ENERGY AND CARBON EMISSIONS PERFORMANCE THAN THE MODEL LOW 11 ENERGY AND CARBON CODE IDENTIFIED FOR ADOPTION BY THE ENERGY 12 CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113 (5)(c). THIS 13 ENERGY CODE MUST APPLY TO THE BUILDINGS DESCRIBED IN SECTIONS 14 22-32-124 (2), 23-71-122 (1)(v), 24-33.5-1212.5, 24-33.5-1213.3, AND 15 24-33.5-1213.5.

16 (II) NOTWITHSTANDING ANY OTHER PROVISION OF THIS
17 SUBSECTION (1)(x), THE DIVISION MAY MAKE ANY AMENDMENTS TO AN
18 ENERGY CODE THAT THE DIVISION DEEMS APPROPRIATE, SO LONG AS THE
19 AMENDMENTS DO NOT DECREASE THE EFFECTIVENESS OR ENERGY
20 EFFICIENCY OF THE ENERGY CODE.

(III) NOTHING IN THIS SUBSECTION (1)(x) RESTRICTS THE ABILITY
OF AN INVESTOR-OWNED UTILITY WITH APPROVAL FROM THE PUBLIC
UTILITIES COMMISSION TO:

24 (A) PROVIDE INCENTIVES OR OTHER ENERGY EFFICIENCY PROGRAM
25 SERVICES TO HELP THE DIVISION OR BUILDERS COMPLY WITH THE
26 REQUIREMENTS OF THIS SUBSECTION (1)(x); OR

27 (B) EARN SHAREHOLDER INCENTIVES AND CLAIM CREDITS TOWARD

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ITS REGULATORY REQUIREMENTS FOR ENERGY OR GREENHOUSE GAS
 EMISSIONS SAVINGS ACHIEVED AS A RESULT OF INCENTIVES PROVIDED BY
 THE UTILITY TO HELP THE DIVISION OR BUILDERS COMPLY WITH THE
 REQUIREMENTS OF THIS SUBSECTION (1)(x).

5 (IV) A UTILITY NOT SUBJECT TO REGULATION BY THE PUBLIC 6 UTILITIES COMMISSION MAY PROVIDE INCENTIVES AS THEY SO CHOOSE TO 7 ASSIST THE DIVISION OR ANY BUILDERS IN COMPLYING WITH THE 8 REQUIREMENTS OF THIS SUBSECTION (1)(x).

9 (V) (A) A UTILITY MAY COUNT MASS-BASED EMISSIONS 10 REDUCTIONS ASSOCIATED WITH THE REQUIREMENTS OF THIS SUBSECTION 11 (1)(x) TOWARDS COMPLIANCE WITH ITS REQUIREMENTS UNDER SECTION 12 25-7-105 (1)(e)(X.7) OR (1)(e)(X.8), SECTION 40-3.2-108 (3)(b), OR ANY 13 SIMILAR GREENHOUSE GAS EMISSIONS REDUCTION PROGRAM OR SET OF 14 REQUIREMENTS.

15 (B) A UTILITY SUBJECT TO REGULATION BY THE PUBLIC UTILITIES 16 COMMISSION SHALL NOT COUNT ENERGY SAVINGS OR GREENHOUSE GAS 17 EMISSIONS REDUCTIONS ACHIEVED THROUGH THE REQUIREMENTS OF THIS 18 SUBSECTION (1)(x) FOR THE PURPOSE OF CALCULATING A SHAREHOLDER 19 INCENTIVE ESTABLISHED PURSUANT TO SECTIONS 40-3.2-103 (2)(d) AND 20 40-3.2-104 (5) IF THE UTILITY HAS NOT PROVIDED A FINANCIAL 21 INVESTMENT FOR CODE ADOPTION AS DOCUMENTED IN A PLAN APPROVED 22 BY THE COMMISSION.

23 SECTION 10. In Colorado Revised Statutes, 30-28-211, amend
24 (2)(b), (3), and (5) introductory portion; repeal (4); and add (1)(i), (1)(j),
25 (2)(b.5), (3.5), (8), (9), and (10) as follows:

26 30-28-211. Energy efficient building codes - legislative
 27 declaration - definitions. (1) The general assembly hereby finds and

declares that there is statewide interest in requiring an effective energy
 efficient building code for the following reasons:

3 (i) HIGHLY ENERGY EFFICIENT HOMES AND BUILDINGS CAN REDUCE
4 ENERGY USE AND HELP CONSUMERS SAVE MONEY ON ENERGY BILLS.

5 (j) HIGHLY ENERGY EFFICIENT AND LOW-CARBON NEW HOMES AND
6 BUILDINGS ARE CRITICAL FOR MEETING THE GREENHOUSE GAS POLLUTION
7 REDUCTION TARGETS ESTABLISHED IN SECTION 25-7-102 (2)(g).

8 (2) As used in this section, unless the context otherwise requires:
9 (b) "Energy code" means at a minimum, one of the three most
10 recent versions of the international energy conservation code published
11 by the international code council A SUBSET OF BUILDING CODES RELATED
12 TO THE TOTAL ENERGY PERFORMANCE AND CARBON EMISSIONS OF
13 RESIDENTIAL AND COMMERCIAL BUILDINGS.

14 (b.5) "INTERNATIONAL ENERGY CONSERVATION CODE" MEANS THE
15 ENERGY CODE PUBLISHED BY THE INTERNATIONAL CODE COUNCIL OR A
16 SUCCESSOR ORGANIZATION.

17 (3) Every board of county commissioners when adopting or 18 updating a building code pursuant to section 30-28-201 THAT HAS 19 ADOPTED AND ENFORCED ONE OR MORE BUILDING CODES, OR THAT ADOPTS 20 AND ENFORCES ONE OR MORE BUILDING CODES AFTER JULY 1, 2022, shall 21 adopt and enforce an energy code that applies to the construction of, and 22 MAJOR renovations and additions to, all commercial and residential 23 buildings AS REQUIRED BY THE ENERGY CODE in the county to which the 24 building code applies.

(3.5) (a) A BOARD OF COUNTY COMMISSIONERS THAT HAS
ADOPTED AND ENFORCED ONE OR MORE BUILDING CODES, AND THAT
UPDATES ONE OR MORE BUILDING CODES ON OR AFTER JULY 1, 2023, AND

BEFORE JULY 1, 2026, SHALL ADOPT AND ENFORCE AN ENERGY CODE THAT
 ACHIEVES EQUIVALENT OR BETTER ENERGY PERFORMANCE THAN THE 2021
 INTERNATIONAL ENERGY CONSERVATION CODE AND THE MODEL ELECTRIC
 READY AND SOLAR READY CODE LANGUAGE IDENTIFIED FOR ADOPTION BY
 THE ENERGY CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113

7 (b) A BOARD OF COUNTY COMMISSIONERS THAT HAS ADOPTED AND 8 ENFORCED ONE OR MORE BUILDING CODES, AND THAT UPDATES ONE OR 9 MORE BUILDING CODES ON OR AFTER JULY 1, 2026, SHALL ADOPT AND 10 BEGIN ENFORCING AN ENERGY CODE THAT ACHIEVES EQUIVALENT OR 11 BETTER ENERGY AND CARBON EMISSIONS PERFORMANCE THAN THE MODEL 12 LOW ENERGY AND CARBON CODE IDENTIFIED FOR ADOPTION BY THE 13 ENERGY CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113 14 (5)(c), AT THE SAME TIME OTHER BUILDING CODES ARE UPDATED.

(c) WHEN ADOPTING OR UPDATING A BUILDING CODE PRIOR TO
JULY 1, 2023, A BOARD OF COUNTY COMMISSIONERS SHALL ADOPT AND
ENFORCE AN ENERGY CODE THAT ACHIEVES EQUIVALENT OR BETTER
ENERGY PERFORMANCE THAN ONE OF THE THREE MOST RECENT EDITIONS
OF THE INTERNATIONAL ENERGY CONSERVATION CODE.

20 (4) The energy code shall apply to any commercial or residential
 21 building in the county for which a building permit application is received
 22 subsequent to the adoption of the energy code.

- 23 (5) The following buildings are exempt from subsections (3) and
  24 (4) AND (3.5) of this section:
- (8) NOTHING IN THIS SECTION RESTRICTS THE ABILITY OF AN
  INVESTOR-OWNED UTILITY WITH APPROVAL FROM THE PUBLIC UTILITIES
  COMMISSION TO:

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(a) PROVIDE INCENTIVES OR OTHER ENERGY EFFICIENCY PROGRAM
 SERVICES TO HELP THE BOARD OF COUNTY COMMISSIONERS OF ANY
 COUNTY OR BUILDERS COMPLY WITH THE REQUIREMENTS OF THIS SECTION;
 OR

5 (b) EARN SHAREHOLDER INCENTIVES AND CLAIM CREDITS
6 TOWARDS ITS REGULATORY REQUIREMENTS FOR ENERGY OR GREENHOUSE
7 GAS EMISSION SAVINGS ACHIEVED AS A RESULT OF INCENTIVES PROVIDED
8 BY THE UTILITY TO HELP THE BOARD OF COUNTY COMMISSIONERS OF ANY
9 COUNTY OR BUILDERS COMPLY WITH THE REQUIREMENTS OF THIS SECTION.
10 (9) A UTILITY NOT SUBJECT TO REGULATION BY THE PUBLIC

11 UTILITIES COMMISSION MAY PROVIDE INCENTIVES OR OTHER ENERGY
12 EFFICIENCY PROGRAM SERVICES AS THEY SO CHOOSE TO ASSIST THE BOARD
13 OF COUNTY COMMISSIONERS OF ANY COUNTY OR ANY BUILDERS IN
14 COMPLYING WITH THE REQUIREMENTS OF THIS SECTION.

(10) (a) A UTILITY MAY COUNT MASS-BASED EMISSIONS
REDUCTIONS ASSOCIATED WITH THE REQUIREMENTS OF THIS SECTION
TOWARDS COMPLIANCE WITH ITS REQUIREMENTS UNDER SECTION 25-7-105
(1)(e)(X.7) OR (1)(e)(X.8), SECTION 40-3.2-108 (3)(b), OR ANY SIMILAR
GREENHOUSE GAS EMISSIONS REDUCTION PROGRAM OR SET OF
REQUIREMENTS.

(b) A UTILITY SUBJECT TO REGULATION BY THE PUBLIC UTILITIES
COMMISSION SHALL NOT COUNT ENERGY SAVINGS OR GREENHOUSE GAS
EMISSIONS REDUCTIONS ACHIEVED THROUGH THE REQUIREMENTS OF THIS
SECTION FOR THE PURPOSE OF CALCULATING A SHAREHOLDER INCENTIVE
ESTABLISHED PURSUANT TO SECTIONS 40-3.2-103 (2)(d) AND 40-3.2-104
(5) IF THE UTILITY HAS NOT PROVIDED A FINANCIAL INVESTMENT FOR CODE
ADOPTION AS DOCUMENTED IN A PLAN APPROVED BY THE COMMISSION.

SECTION 11. In Colorado Revised Statutes, 31-15-602, amend
 (2)(b), (3), and (5) introductory portion; repeal (4)(a); and add (1)(i),
 (1)(j), (2)(b.5), (3.5), (8), (9), and (10) as follows:
 31-15-602. Energy efficient building codes - legislative

declaration - definitions - repeal. (1) The general assembly hereby finds
and declares that there is statewide interest in requiring an effective
energy efficient building code for the following reasons:

8 (i) HIGHLY ENERGY EFFICIENT HOMES AND BUILDINGS CAN REDUCE
9 ENERGY USE AND HELP CONSUMERS SAVE MONEY ON ENERGY BILLS.

(j) HIGHLY ENERGY EFFICIENT AND LOW CARBON NEW HOMES AND
BUILDINGS ARE CRITICAL FOR MEETING THE GREENHOUSE GAS POLLUTION
REDUCTION TARGETS ESTABLISHED IN SECTION 25-7-102 (2)(g).

(2) As used in this section, unless the context otherwise requires:
(b) "Energy code" means at a minimum, one of the three most
recent versions of the international energy conservation code published
by the international code council A SUBSET OF BUILDING CODES RELATED
TO THE TOTAL ENERGY PERFORMANCE AND CARBON EMISSIONS OF
RESIDENTIAL AND COMMERCIAL BUILDINGS.

19 (b.5) "INTERNATIONAL ENERGY CONSERVATION CODE" MEANS THE
 20 ENERGY CODE PUBLISHED BY THE INTERNATIONAL CODE COUNCIL OR A
 21 SUCCESSOR ORGANIZATION.

(3) The governing body of any municipality when adopting or
updating any other building codes THAT HAS ADOPTED AND ENFORCED
ONE OR MORE BUILDING CODES, OR ADOPTS AND ENFORCES ONE OR MORE
BUILDING CODES AFTER JULY 1, 2022, shall adopt and enforce an energy
code that applies to the construction of, and MAJOR renovations and
additions to, all commercial and residential buildings AS REQUIRED BY

1 THE ENERGY CODE in the municipality to which the building code applies. 2 (3.5) (a) THE GOVERNING BODY OF A MUNICIPALITY THAT HAS 3 ADOPTED AND ENFORCED ONE OR MORE BUILDING CODES, AND THAT 4 UPDATES ONE OR MORE BUILDING CODES ON OR AFTER JULY 1, 2023, AND 5 BEFORE JULY 1, 2026, SHALL ADOPT AND ENFORCE AN ENERGY CODE THAT 6 ACHIEVES EQUIVALENT OR BETTER ENERGY PERFORMANCE THAN THE 20217 INTERNATIONAL ENERGY CONSERVATION CODE AND THE MODEL ELECTRIC 8 READY AND SOLAR READY CODE LANGUAGE IDENTIFIED FOR ADOPTION BY 9 THE ENERGY CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113 10 (5)(b), AT THE SAME TIME OTHER BUILDING CODES ARE UPDATED.

(b) THE GOVERNING BODY OF A MUNICIPALITY THAT HAS ADOPTED
AND ENFORCED ONE OR MORE BUILDING CODES, AND THAT UPDATES ONE
OR MORE BUILDING CODES ON OR AFTER JULY 1, 2026, SHALL ADOPT AND
BEGIN ENFORCING AN ENERGY CODE THAT ACHIEVES EQUIVALENT OR
BETTER ENERGY AND CARBON EMISSIONS PERFORMANCE THAN THE MODEL
LOW ENERGY AND CARBON CODE IDENTIFIED FOR ADOPTION BY THE
ENERGY CODE ADVISORY BOARD PURSUANT TO SECTION 24-38.5-113

18 (5)(c), AT THE SAME TIME OTHER BUILDING CODES ARE UPDATED.

(c) WHEN ADOPTING OR UPDATING A BUILDING CODE PRIOR TO
JULY 1, 2023, THE GOVERNING BODY OF A MUNICIPALITY SHALL ADOPT
AND ENFORCE AN ENERGY CODE THAT ACHIEVES EQUIVALENT OR BETTER
ENERGY PERFORMANCE THAN ONE OF THE THREE MOST RECENT EDITIONS
OF THE INTERNATIONAL ENERGY CONSERVATION CODE.

(4) (a) The energy code shall apply to any commercial or
 residential building in the municipality for which a building permit
 application is received subsequent to the adoption of the energy code.

27 (5) The following buildings are exempt from subsections (3),

1 (3.5), and (4) of this section:

2 (8) NOTHING IN THIS SECTION RESTRICTS THE ABILITY OF AN
3 INVESTOR-OWNED UTILITY WITH APPROVAL FROM THE PUBLIC UTILITIES
4 COMMISSION TO:

5 (a) PROVIDE INCENTIVES OR OTHER ENERGY EFFICIENCY PROGRAM
6 SERVICES TO HELP THE GOVERNING BODY OF ANY MUNICIPALITY OR
7 BUILDERS COMPLY WITH THE REQUIREMENTS OF THIS SECTION; OR

8 (b) EARN SHAREHOLDER INCENTIVES AND CLAIM CREDITS
9 TOWARDS ITS REGULATORY REQUIREMENTS FOR ENERGY OR GREENHOUSE
10 GAS EMISSION SAVINGS ACHIEVED AS A RESULT OF INCENTIVES PROVIDED
11 BY THE UTILITY TO HELP THE GOVERNING BODY OF ANY MUNICIPALITY OR
12 BUILDERS COMPLY WITH THE REQUIREMENTS OF THIS SECTION.

(9) A UTILITY NOT SUBJECT TO REGULATION BY THE PUBLIC
UTILITIES COMMISSION MAY PROVIDE INCENTIVES OR OTHER ENERGY
EFFICIENCY PROGRAM SERVICES AS THEY SO CHOOSE TO ASSIST THE
GOVERNING BODY OF ANY MUNICIPALITY OR ANY BUILDERS IN COMPLYING
WITH THE REQUIREMENTS OF THIS SECTION.

(10) (a) A UTILITY MAY COUNT MASS-BASED EMISSIONS
REDUCTIONS ASSOCIATED WITH THE REQUIREMENTS OF THIS SECTION
TOWARDS COMPLIANCE WITH ITS REQUIREMENTS UNDER SECTION 25-7-105
(1)(e)(X.7) OR (1)(e)(X.8), SECTION 40-3.2-108 (3)(b), OR ANY SIMILAR
GREENHOUSE GAS EMISSIONS REDUCTION PROGRAM OR SET OF
REQUIREMENTS.

(b) A UTILITY SUBJECT TO REGULATION BY THE PUBLIC UTILITIES
COMMISSION SHALL NOT COUNT ENERGY SAVINGS OR GREENHOUSE GAS
EMISSIONS REDUCTIONS ACHIEVED THROUGH THE REQUIREMENTS OF THIS
SECTION FOR THE PURPOSE OF CALCULATING A SHAREHOLDER INCENTIVE

ESTABLISHED PURSUANT TO SECTIONS 40-3.2-103 (2)(d) AND 40-3.2-104
 (5) IF THE UTILITY HAS NOT PROVIDED A FINANCIAL INVESTMENT FOR CODE
 ADOPTION AS DOCUMENTED IN A PLAN APPROVED BY THE COMMISSION.
 SECTION 12. In Colorado Revised Statutes, repeal article 7 of
 title 6.

6 SECTION 13. In Colorado Revised Statutes, 24-34-104, add
7 (28)(a)(VII) as follows:

8 24-34-104. General assembly review of regulatory agencies
9 and functions for repeal, continuation, or reestablishment - legislative
10 declaration - repeal. (28) (a) The following agencies, functions, or both,
11 are scheduled for repeal on September 1, 2027:

12 (VII) THE ENERGY CODE ADVISORY BOARD CREATED PURSUANT TO
13 SECTION 24-38.5-113 (5);

14 **SECTION 14.** Act subject to petition - effective date. This act 15 takes effect at 12:01 a.m. on the day following the expiration of the 16 ninety-day period after final adjournment of the general assembly; except 17 that, if a referendum petition is filed pursuant to section 1 (3) of article V 18 of the state constitution against this act or an item, section, or part of this 19 act within such period, then the act, item, section, or part will not take 20 effect unless approved by the people at the general election to be held in 21 November 2022 and, in such case, will take effect on the date of the 22 official declaration of the vote thereon by the governor.