Second Regular Session Seventy-third General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 22-0383.02 Jennifer Berman x3286

SENATE BILL 22-193

SENATE SPONSORSHIP

Fenberg and Gonzales,

HOUSE SPONSORSHIP

Valdez A.,

Senate Committees

House Committees

Transportation & Energy

A BILL FOR AN ACT

101 CONCERNING MEASURES TO IMPROVE AIR QUALITY IN THE STATE, AND, 102 IN CONNECTION THEREWITH, MAKING AN APPROPRIATION.

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.)

Industrial and manufacturing operations clean air grant program. Section 1 of the bill creates the industrial and manufacturing operations clean air grant program (clean air grant program) through which the Colorado energy office (office) awards grant money to private entities, local governments, and public-private partnerships for voluntary projects to reduce air pollutants from industrial and manufacturing

operations.

Voluntary projects eligible for grant money include:

- Energy efficiency projects;
- Renewable energy projects;
- Beneficial electrification projects;
- Transportation electrification projects;
- Projects producing or utilizing clean hydrogen;
- Projects involving carbon capture at industrial facilities;
- Methane capture projects;
- Projects producing or utilizing sustainable aviation fuel;
 and
- Industrial process changes that reduce emissions.

Starting in 2025, the office is required to report annually on the progress of the clean air grant program, submit the report to the legislative committees with jurisdiction over energy matters, and post the reports on the office's website.

On June 30, 2022, the state treasurer shall transfer \$25 million from the general fund to the industrial and manufacturing operations clean air grant program cash fund, which fund is created in the bill. The fund may also consist of money from federal sources and from gifts, grants, and donations. The money in the fund is continuously appropriated to the office for its administration of the clean air grant program.

The clean air grant program is repealed on September 1, 2029.

Community access to electric bicycles. Section 2 creates the community access to electric bicycles grant program (electric bicycles grant program) through which the office awards grant money to local governments and nonprofit organizations that administer or plan to administer a bike share program or an ownership program for the provision of electric bicycles in a community. Section 2 also creates the community access to electric bicycles rebate program (rebate program) through which the office provides individuals in low- and moderate-income households, or bicycle shops that sell electric bicycles to program participants at discounted prices, rebates for purchases of electric bicycles used for commuting purposes.

Starting in 2025, the office is required to report annually on the progress of the electric bicycles grant program and the rebate program, submit copies of the report to the legislative committees with jurisdiction over transportation matters, and post the report on the office's website.

On June 30, 2022, the state treasurer shall transfer \$12 million from the general fund to the community access to electric bicycles cash fund, which fund is created in the bill. The fund may also consist of money from federal sources and from gifts, grants, and donations. The money in the fund is subject to annual appropriation by the general assembly to the office for its administration of the electric bicycles grant program and the rebate program.

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The electric bicycles grant program and the rebate program are repealed on September 1, 2028.

Diesel truck emissions reduction grant program. Section 3 creates the diesel truck emissions reduction grant program (diesel trucks grant program) through which the division of administration (division) in the department of public health and environment (department) awards grant money to certain private and public entities for decommissioning diesel trucks and replacing the trucks with newer model trucks. The division is required to determine eligibility for the grant money and the eligible fuel types for qualifying as a replacement vehicle under the diesel trucks grant program.

Starting in 2023, the department is required to report annually on the progress of the diesel trucks grant program and submit a copy of the report to the legislative committees with jurisdiction over energy matters.

On June 30, 2022, the state treasurer shall transfer \$15 million from the general fund to the diesel truck emissions reduction grant program cash fund, which fund is created in the bill. The fund may also consist of money from federal sources and from gifts, grants, and donations. The money in the fund is subject to annual appropriation by the general assembly to the department for use by the division for its administration of the diesel trucks grant program.

The diesel trucks grant program is repealed on July 1, 2032.

Electrifying school buses grant program. Section 3 also creates the electrifying school buses grant program (school buses grant program) through which the department, with technical assistance from the office, awards grant money to school districts and charter schools to help finance the purchase and maintenance of electric-powered school buses, the conversion of fossil-fuel-powered school buses to electric-powered school buses, charging infrastructure, and upgrades for electric charging infrastructure and the retirement of fossil-fuel-powered school buses.

Starting in 2025, and every odd-numbered year thereafter, the department is required to report on the progress of the school buses grant program, submit copies of the report to the legislative committees with jurisdiction over education and transportation matters, and post copies of the report on its website.

On June 30, 2022, the state treasurer shall transfer \$65 million from the general fund to the electrifying school buses grant program cash fund, which fund is created in the bill. The fund may also consist of money from federal sources and from gifts, grants, and donations. The money in the fund is subject to annual appropriation by the general assembly to the department for its administration of the school buses grant program.

The school buses grant program is repealed on September 1, 2034. **Section 4** updates the definition of "federal act" regarding the reference to the federal "Clean Air Act". **Section 4** also updates the

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definition of "issue" with respect to an order, permit, determination, or notice issued by the division, to remove certified mail and add electronic mail as options to issue such order, permit, determination, or notice.

Section 5 clarifies that the statutory fee caps for fees collected by the air quality enterprise apply only to the annual stationary source emission fees. The statutory fee caps are \$1 million for state fiscal year 2021-22, \$3 million for state fiscal year 2022-23, \$4 million for state fiscal year 2023-24, and \$5 million on and after July 1, 2024.

Section 6 removes the requirement that the division make the forms on which a person provides details necessary for filing an air pollution emission notice available at all of the air pollution control authority offices.

Section 7 extends the time within which the commission must grant or deny a request for a hearing from within 15 days after the request was made to within 30 days after the request was made.

Existing law authorizes the commission to submit any additions or changes to the state implementation plan (SIP) to the administrator of the federal environmental protection agency (administrator) for conditional or temporary approval pending legislative council review of the additions or changes. **Section 8** authorizes the commission to submit the changes or additions to the administrator as a provisional submission, pending possible introduction and enactment of a bill to modify or delete all or a portion of the commission's additions or changes to the SIP.

Section 9 makes a conforming amendment.

Section 10 appropriates the money transferred from the general fund to the cash funds created in sections 1, 2, and 3 to the office, the division, and the department for their administration of the programs described in sections 1, 2, and 3. Additionally, section 10 appropriates from the general fund:

- \$750,000 to the department of personnel for the costs of issuing free annual eco passes to state employees; and
- \$7,000,000 to the department of public health and environment to finance the aerial surveying of pollutants.
- 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:

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- 4 24-38.5-113. Industrial and manufacturing operations clean
- 5 air grant program creation eligibility fund created gifts, grants,
- 6 or donations transfer legislative declaration definitions -

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| 2 | ASSEMBLY HEREBY FIND AND DECLARES THAT: |
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| 3 | (a) THE INDUSTRIAL AND MANUFACTURING SECTOR IS ONE OF THE |
| 4 | FIVE LARGEST SOURCES OF GREENHOUSE GAS POLLUTION IN THE STATE; |
| 5 | (b) INDUSTRIAL EMISSIONS OFTEN: |
| 6 | (I) DISPROPORTIONATELY IMPACT LOW-INCOME, MINORITY, OR |
| 7 | HOUSING COST-BURDENED COMMUNITIES IN THE STATE; AND |
| 8 | (II) CONTAIN HAZARDOUS AIR POLLUTANTS THAT CAUSE OR |
| 9 | EXACERBATE EXISTING HEALTH CONDITIONS, WHICH, IN TURN, |
| 10 | CONTRIBUTE FURTHER TO THE EXISTING ECONOMIC DISPARITY BETWEEN |
| 11 | THE DISPROPORTIONATELY IMPACTED COMMUNITIES AND OTHER |
| 12 | COMMUNITIES OF THE STATE; AND |
| 13 | (c) WHILE STATE AND FEDERAL REGULATION OF INDUSTRIAL AIR |
| 14 | POLLUTION, INCLUDING POLLUTION FROM GREENHOUSE GASES, IS |
| 15 | ESSENTIAL FOR PUBLIC HEALTH AND FOR ACHIEVING STATE CLIMATE |
| 16 | GOALS, VOLUNTARY ACTIONS ARE NEEDED TO ACHIEVE FURTHER |
| 17 | REDUCTIONS IN INDUSTRIAL POLLUTION. |
| 18 | (2) Definitions. As used in this section, unless the context |
| 19 | OTHERWISE REQUIRES: |
| 20 | (a) "AIR POLLUTANT": |
| 21 | (I) Has the meaning set forth in section 25-7-103 (1.5); and |
| 22 | (II) INCLUDES AIR TOXICS, PARTICULATES, OZONE PRECURSORS, |
| 23 | AND GREENHOUSE GASES. |
| 24 | (b) "DISPROPORTIONATELY IMPACTED COMMUNITY" HAS THE |
| 25 | MEANING SET FORTH IN SECTION 24-4-109 (2)(b)(II). |
| 26 | (c) "FUND" MEANS THE INDUSTRIAL AND MANUFACTURING |
| 2.7 | OPERATIONS CLEAN AIR GRANT PROGRAM CASH FUND CREATED IN |

reporting - repeal. (1) Legislative declaration. The GENERAL

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| 1 | SUBSECTION (6) OF THIS SECTION. |
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| 2 | (d) "Grant program" means the industrial and |
| 3 | MANUFACTURING OPERATIONS CLEAN AIR GRANT PROGRAM CREATED IN |
| 4 | SUBSECTION (3)(a) OF THIS SECTION. |
| 5 | (e) "Greenhouse gas" has the meaning set forth in section |
| 6 | 2-2-322.3 (1)(a). |
| 7 | (f) (I) "INDUSTRIAL AND MANUFACTURING OPERATIONS" MEANS |
| 8 | COMMERCIAL ACTIVITIES IN WHICH AIR POLLUTANTS ARE EMITTED DURING |
| 9 | OR AS A RESULT OF THE ACTIVITIES. |
| 10 | (II) "INDUSTRIAL AND MANUFACTURING OPERATIONS" INCLUDES, |
| 11 | BUT IS NOT LIMITED TO, OPERATIONS: |
| 12 | (A) BY ENERGY PRODUCERS, REFINERIES, MEAT PACKING PLANTS, |
| 13 | DAIRIES, STEEL MILLS, CEMENT PLANTS, MANUFACTURING OPERATIONS, |
| 14 | MINING OPERATIONS, AND AIRLINE OPERATIONS; AND |
| 15 | (B) AT AIRPORTS, WASTEWATER TREATMENT PLANTS, LANDFILLS, |
| 16 | AND ABANDONED COAL MINES. |
| 17 | (g) "LOCAL GOVERNMENT" MEANS A STATUTORY OR HOME RULE |
| 18 | MUNICIPALITY, COUNTY, CITY AND COUNTY, OR SPECIAL DISTRICT. |
| 19 | (h) "Nonattainment area" means an area of the state that |
| 20 | THE FEDERAL ENVIRONMENTAL PROTECTION AGENCY HAS DESIGNATED AS |
| 21 | BEING IN NONATTAINMENT WITH A NATIONAL AMBIENT AIR QUALITY |
| 22 | STANDARD. |
| 23 | (i) "OFFICE" MEANS THE COLORADO ENERGY OFFICE CREATED IN |
| 24 | SECTION 24-38.5-101. |
| 25 | (j) "Public-private partnership" means a partnership |
| 26 | BETWEEN A LOCAL GOVERNMENT AND A PRIVATE ENTITY THAT ENGAGES |
| 27 | IN INDUSTRIAL AND MANUFACTURING OPERATIONS. |

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| 1 | (k) "SPECIAL DISTRICT" MEANS ANY QUASI-MUNICIPAL |
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| 2 | CORPORATION AND POLITICAL SUBDIVISION ORGANIZED OR ACTING |
| 3 | PURSUANT TO TITLE 32, INCLUDING A METROPOLITAN DISTRICT AND A |
| 4 | WATER AND SANITATION DISTRICT. |
| 5 | (l) "VOLUNTARY PROJECT" MEANS A PROJECT THAT A PRIVATE |
| 6 | ENTITY, LOCAL GOVERNMENT, OR PUBLIC-PRIVATE PARTNERSHIP |
| 7 | IMPLEMENTS OR PLANS TO IMPLEMENT ON A VOLUNTARY BASIS TO REDUCE |
| 8 | EMISSIONS OF HARMFUL AIR POLLUTANTS RESULTING FROM INDUSTRIAL |
| 9 | AND MANUFACTURING OPERATIONS. |
| 10 | (3) Grant program. (a) The industrial and manufacturing |
| 11 | OPERATIONS CLEAN AIR GRANT PROGRAM IS CREATED TO ALLOW PRIVATE |
| 12 | ENTITIES, LOCAL GOVERNMENTS, AND PUBLIC-PRIVATE PARTNERSHIPS TO |
| 13 | APPLY TO THE OFFICE FOR GRANT MONEY TO HELP FINANCE VOLUNTARY |
| 14 | PROJECTS TO REDUCE EMISSIONS OF AIR POLLUTANTS FROM INDUSTRIAL |
| 15 | AND MANUFACTURING OPERATIONS. THE OFFICE SHALL ADMINISTER THE |
| 16 | GRANT PROGRAM. |
| 17 | (b) IN ADMINISTERING THE GRANT PROGRAM, THE OFFICE SHALL: |
| 18 | (I) ESTABLISH AN APPLICATION PROCESS FOR PRIVATE ENTITIES, |
| 19 | LOCAL GOVERNMENTS, AND PUBLIC-PRIVATE PARTNERSHIPS TO APPLY FOR |
| 20 | MONEY TO HELP FINANCE VOLUNTARY PROJECTS AND POST INFORMATION |
| 21 | ABOUT THE APPLICATION PROCESS ON THE OFFICE'S WEBSITE; |
| 22 | (II) DETERMINE TYPES OF VOLUNTARY PROJECTS THAT ARE |
| 23 | ELIGIBLE FOR MONEY UNDER THE GRANT PROGRAM, WHICH TYPES OF |
| 24 | VOLUNTARY PROJECTS MAY INCLUDE: |
| 25 | (A) ENERGY EFFICIENCY PROJECTS; |
| 26 | (B) RENEWABLE ENERGY PROJECTS; |
| 27 | (C) BENEFICIAL ELECTRIFICATION PROJECTS; |

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| 1 | (D) TRANSPORTATION ELECTRIFICATION PROJECTS; |
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| 2 | (E) PROJECTS PRODUCING OR UTILIZING CLEAN HYDROGEN; |
| 3 | (F) PROJECTS INVOLVING CARBON CAPTURE AT INDUSTRIAL |
| 4 | FACILITIES; |
| 5 | (G) METHANE CAPTURE PROJECTS; |
| 6 | (H) PROJECTS PRODUCING OR UTILIZING SUSTAINABLE AVIATION |
| 7 | FUEL; AND |
| 8 | (I) INDUSTRIAL PROCESS CHANGES THAT REDUCE EMISSIONS; |
| 9 | (III) DEVELOP CRITERIA FOR AWARDING MONEY UNDER THE GRANT |
| 10 | PROGRAM, WHICH CRITERIA MAY INCLUDE GIVING PRIORITY FOR |
| 11 | VOLUNTARY PROJECTS LOCATED IN: |
| 12 | (A) DISPROPORTIONATELY IMPACTED COMMUNITIES; OR |
| 13 | (B) NONATTAINMENT AREAS; |
| 14 | (IV) ESTABLISH THE MINIMUM AMOUNT OF MATCHING MONEY |
| 15 | THAT AN APPLICANT NEEDS TO PROVIDE TO BE ELIGIBLE UNDER THE GRANT |
| 16 | PROGRAM; |
| 17 | (V) DETERMINE HOW A GRANTEE MUST DEMONSTRATE THAT A |
| 18 | VOLUNTARY PROJECT REDUCES EMISSIONS OF AIR POLLUTANTS, INCLUDING |
| 19 | ANY MODELING REQUIREMENTS FOR PROJECT EVALUATION AND |
| 20 | MONITORING AND TESTING REQUIREMENTS DURING PROJECT |
| 21 | IMPLEMENTATION AND AFTER PROJECT COMPLETION; |
| 22 | (VI) REQUIRE PERIODIC REPORTING REQUIREMENTS FOR A |
| 23 | GRANTEE TO DEMONSTRATE THAT THE MONEY AWARDED IS BEING USED |
| 24 | IN COMPLIANCE WITH THE PURPOSES OF THIS SECTION; AND |
| 25 | (VII) ESTABLISH PROCEDURES FOR ADDRESSING A GRANTEE'S |
| 26 | NONCOMPLIANCE WITH THIS SECTION, INCLUDING PROCEDURES FOR |
| 27 | REIMBURSEMENT OF MONEY AWARDED. |

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| 1 | (4) THE OFFICE MAY USE A PORTION OF THE MONEY IN THE FUND |
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| 2 | TO COVER: |
| 3 | (a) THE DIRECT AND INDIRECT COSTS THE OFFICE INCURS IN |
| 4 | ADMINISTERING THE GRANT PROGRAM; AND |
| 5 | (b) Interagency money transfers for technical support |
| 6 | THAT THE DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT OR THE |
| 7 | DEPARTMENT OF NATURAL RESOURCES MAY PROVIDE THE OFFICE IN |
| 8 | ADMINISTERING THE GRANT PROGRAM. |
| 9 | (5) Reporting. (a) On or before January 1, 2025, and on or |
| 10 | BEFORE JANUARY 1 OF EACH YEAR THEREAFTER, THE OFFICE SHALL |
| 11 | PREPARE A REPORT SUMMARIZING THE PROGRESS OF THE GRANT PROGRAM |
| 12 | AND SUBMIT THE REPORT TO THE HOUSE OF REPRESENTATIVES ENERGY |
| 13 | AND ENVIRONMENT COMMITTEE AND THE SENATE TRANSPORTATION AND |
| 14 | ENERGY COMMITTEE, OR THEIR SUCCESSOR COMMITTEES. THE OFFICE |
| 15 | SHALL POST A COPY OF EACH REPORT ON ITS WEBSITE. |
| 16 | (b) Notwithstanding section 24-1-136 (11)(a)(I), the |
| 17 | REPORTING REQUIREMENTS SET FORTH IN SUBSECTION (5)(a) OF THIS |
| 18 | SECTION CONTINUE UNTIL THE GRANT PROGRAM REPEALS PURSUANT TO |
| 19 | SUBSECTION (7) OF THIS SECTION. |
| 20 | (6) Fund. (a) (I) The industrial and manufacturing |
| 21 | OPERATIONS CLEAN AIR GRANT PROGRAM CASH FUND IS CREATED IN THE |
| 22 | STATE TREASURY, AND THE OFFICE SHALL ADMINISTER THE FUND FOR THE |
| 23 | PURPOSES OF THIS SECTION. THE FUND CONSISTS OF ANY MONEY THAT THE |
| 24 | GENERAL ASSEMBLY MAY TRANSFER OR APPROPRIATE TO THE FUND FOR |
| 25 | IMPLEMENTATION OF THE GRANT PROGRAM AND ANY FEDERAL MONEY OR |
| 26 | GIFTS, GRANTS, OR DONATIONS RECEIVED PURSUANT TO SUBSECTION |
| 2.7 | (6)(a)(II) OF THIS SECTION. |

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| 1 | (II) FOR THE PURPOSES OF THIS SECTION, THE OFFICE MAY SEEK, |
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| 2 | ACCEPT, AND EXPEND: |
| 3 | (A) MONEY FROM FEDERAL SOURCES; AND |
| 4 | (B) GIFTS, GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC |
| 5 | SOURCES. |
| 6 | (III) THE OFFICE SHALL TRANSMIT ANY MONEY RECEIVED |
| 7 | PURSUANT TO SUBSECTION (6)(a)(II) OF THIS SECTION TO THE STATE |
| 8 | TREASURER, WHO SHALL CREDIT THE MONEY TO THE FUND. |
| 9 | (b) THE MONEY IN THE FUND IS CONTINUOUSLY APPROPRIATED TO |
| 10 | THE OFFICE FOR THE PURPOSES SET FORTH IN THIS SECTION. THE STATE |
| 11 | TREASURER SHALL CREDIT ALL INTEREST AND INCOME DERIVED FROM THE |
| 12 | DEPOSIT AND INVESTMENT OF MONEY IN THE FUND TO THE FUND. ANY |
| 13 | UNEXPENDED AND UNENCUMBERED MONEY REMAINING IN THE FUND AT |
| 14 | THE END OF A STATE FISCAL YEAR REMAINS IN THE FUND; EXCEPT THAT |
| 15 | THE STATE TREASURER SHALL TRANSFER ANY MONEY REMAINING IN THE |
| 16 | fund at the end of the $2027\text{-}28$ state fiscal year to the general |
| 17 | FUND. |
| 18 | (c) (I) On June 30, 2022, the state treasurer shall transfer |
| 19 | TWENTY-FIVE MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND. |
| 20 | (II) This subsection (6)(c) is repealed, effective July 1, 2023. |
| 21 | (7) Repeal. This section is repealed, effective September 1, |
| 22 | 2029. |
| 23 | SECTION 2. In Colorado Revised Statutes, add part 4 to article |
| 24 | 38.5 of title 24 as follows: |
| 25 | PART 4 |
| 26 | COMMUNITY ACCESS TO |
| 27 | ELECTRIC BICYCLES |

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| 1 | 24-38.5-401. Legislative declaration. (1) THE GENERAL |
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| 2 | ASSEMBLY HEREBY FINDS AND DECLARES THAT: |
| 3 | (a) Transportation is the largest single source of |
| 4 | GREENHOUSE GAS POLLUTION IN THE STATE AND IS A MAJOR |
| 5 | CONTRIBUTING SOURCE OF OTHER FORMS OF POLLUTION, INCLUDING |
| 6 | OZONE PRECURSORS, HAZARDOUS AIR POLLUTANTS, NITROGEN OXIDES, |
| 7 | AND PARTICULATE POLLUTION; |
| 8 | (b) In 2017, nearly sixty percent of household motor |
| 9 | VEHICLE TRIPS WERE SIX MILES OR LESS AND SEVENTY-FIVE PERCENT WERE |
| 10 | TEN MILES OR LESS; |
| 11 | (c) FOR MANY PERSONS, SHORTER TRIPS MAY BE COMPLETED BY |
| 12 | BICYCLE, ESPECIALLY IF A PERSON USES AN ELECTRIC BICYCLE; |
| 13 | (d) ELECTRIC BICYCLES, WHEN COMPARED TO NONELECTRIC |
| 14 | BICYCLES, ALLOW A RIDER TO TRAVEL GREATER DISTANCES, THROUGH |
| 15 | MORE CHALLENGING TERRAIN, AND CARRY MORE CARGO; |
| 16 | (e) A WIDE VARIETY OF ELECTRIC BICYCLES ARE AVAILABLE AND, |
| 17 | ALONG WITH NEW MODELS BECOMING AVAILABLE, ARE INCREASINGLY |
| 18 | AFFORDABLE; |
| 19 | (f) ELECTRIC BICYCLES PRODUCE ZERO EMISSIONS AND ARE AN |
| 20 | IMPORTANT COMPONENT IN A STRATEGY FOR REDUCING EMISSIONS IN THE |
| 21 | TRANSPORTATION SECTOR; AND |
| 22 | (g) It is in the interest of the state to increase the number |
| 23 | OF ELECTRIC BICYCLES USED FOR TRANSPORTATION AND TO INCREASE THE |
| 24 | ACCESSIBILITY OF ELECTRIC BICYCLES TO INDIVIDUALS IN LOW- AND |
| 25 | MODERATE-INCOME HOUSEHOLDS. |
| 26 | 24-38.5-402. Definitions. As used in this part 4, unless the |
| 27 | CONTEXT OTHERWISE REQUIRES: |

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| I | (1) "BIKE SHARE PROGRAM" MEANS A SERVICE IN WHICH BICYCLES: |
|----|---|
| 2 | (a) ARE MADE PUBLICLY AVAILABLE TO MULTIPLE USERS FOR RENT |
| 3 | ON A SHORT-TERM BASIS; AND |
| 4 | (b) MAY EITHER BE PICKED UP IN ONE PUBLIC LOCATION AND |
| 5 | DROPPED OFF AT ANOTHER PUBLIC LOCATION OR BE CHECKED OUT AND |
| 6 | RETURNED AT A SINGLE LOCATION. |
| 7 | (2) "DISPROPORTIONATELY IMPACTED COMMUNITY" HAS THE |
| 8 | MEANING SET FORTH IN SECTION 24-4-109 (2)(b)(II). |
| 9 | (3) "ELECTRIC BICYCLE" HAS THE SAME MEANING AS "ELECTRICAL |
| 10 | ASSISTED BICYCLE" AS SET FORTH IN SECTION 42-1-102 (28.5). |
| 11 | (4) "Fund" means the community access to electric |
| 12 | BICYCLES CASH FUND CREATED IN SECTION 24-38.5-406 (1)(a). |
| 13 | (5) "Grant program" means the community access to |
| 14 | ELECTRIC BICYCLES GRANT PROGRAM CREATED IN SECTION 24-38.5-403. |
| 15 | (6) "LOCAL GOVERNMENT" MEANS A STATUTORY OR HOME RULE |
| 16 | MUNICIPALITY, COUNTY, OR CITY AND COUNTY. |
| 17 | (7) "NONATTAINMENT AREA" MEANS AN AREA OF THE STATE THAT |
| 18 | THE FEDERAL ENVIRONMENTAL PROTECTION AGENCY HAS DESIGNATED AS |
| 19 | BEING IN NONATTAINMENT WITH A NATIONAL AMBIENT AIR QUALITY |
| 20 | STANDARD. |
| 21 | (8) "Office" means the Colorado energy office created in |
| 22 | SECTION 24-38.5-101. |
| 23 | (9) "OWNERSHIP PROGRAM" MEANS A PROGRAM THAT PROVIDES |
| 24 | ELECTRIC BICYCLES, EQUIPMENT, AND RELATED SERVICES TO INDIVIDUALS |
| 25 | IN LOW- AND MODERATE-INCOME HOUSEHOLDS, AS DETERMINED BY THE |
| 26 | OFFICE. |
| 27 | (10) "Program" means a bike share program or an |

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| 1 | OWNERSHIP PROGRAM. |
|----|---|
| 2 | (11) "REBATE PROGRAM" MEANS THE COMMUNITY ACCESS TO |
| 3 | ELECTRIC BICYCLES REBATE PROGRAM CREATED IN SECTION 24-38.5-404. |
| 4 | 24-38.5-403. Community access to electric bicycles grant |
| 5 | program - creation - eligibility. (1) (a) (I) THE COMMUNITY ACCESS TO |
| 6 | ELECTRIC BICYCLES GRANT PROGRAM IS CREATED TO HELP FINANCE BIKE |
| 7 | SHARE PROGRAMS AND OWNERSHIP PROGRAMS THAT LOCAL |
| 8 | GOVERNMENTS OR NONPROFIT ORGANIZATIONS ADMINISTER OR PLAN TO |
| 9 | ADMINISTER IN THE STATE. THE OFFICE SHALL ADMINISTER THE GRANT |
| 10 | PROGRAM. TO BE ELIGIBLE TO APPLY FOR MONEY UNDER THE GRANT |
| 11 | PROGRAM, A LOCAL GOVERNMENT OR NONPROFIT ORGANIZATION MUST |
| 12 | ADMINISTER OR PLAN TO ADMINISTER, OR CONTRACT WITH A THIRD PARTY |
| 13 | TO ADMINISTER: |
| 14 | (A) A BIKE SHARE PROGRAM USING A FLEET OF ELECTRIC |
| 15 | BICYCLES; OR |
| 16 | (B) AN OWNERSHIP PROGRAM OFFERING AN ELECTRIC BICYCLE TO |
| 17 | A SPECIFIC INDIVIDUAL OR HOUSEHOLD; |
| 18 | (II) A LOCAL GOVERNMENT OR NONPROFIT ORGANIZATION |
| 19 | AWARDED MONEY UNDER THE GRANT PROGRAM MAY USE THE MONEY TO |
| 20 | PURCHASE AND MAINTAIN ELECTRIC BICYCLES, EQUIPMENT, AND |
| 21 | INFRASTRUCTURE FOR ITS BIKE SHARE PROGRAM OR OWNERSHIP PROGRAM, |
| 22 | PAY LABOR COSTS RELATED TO IMPLEMENTATION OF THE PROGRAM, AND |
| 23 | COVER THE DIRECT AND INDIRECT ADMINISTRATIVE COSTS THAT THE |
| 24 | LOCAL GOVERNMENT, THE NONPROFIT ORGANIZATION, OR A THIRD-PARTY |
| 25 | CONTRACTOR INCURS IN IMPLEMENTING THE PROGRAM. |
| 26 | (b) IN ADMINISTERING THE GRANT PROGRAM, THE OFFICE SHALL |
| 27 | ESTABLISH AN APPLICATION PROCESS FOR LOCAL GOVERNMENTS AND |

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| 1 | NONPROFIT ORGANIZATIONS TO USE TO APPLY FOR MONEY UNDER THE |
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| 2 | GRANT PROGRAM. THE OFFICE SHALL POST INFORMATION ABOUT THE |
| 3 | APPLICATION PROCESS ON ITS WEBSITE. |
| 4 | (2) THE OFFICE SHALL DEVELOP: |
| 5 | (a) Criteria for awarding grant money, which criteria may |
| 6 | INCLUDE: |
| 7 | (I) GIVING PRIORITY TO LOCAL GOVERNMENTS AND NONPROFIT |
| 8 | ORGANIZATIONS OFFERING A PROGRAM IN: |
| 9 | (A) ONE OR MORE DISPROPORTIONATELY IMPACTED COMMUNITIES; |
| 10 | OR |
| 11 | (B) ONE OR MORE NONATTAINMENT AREAS; |
| 12 | (II) A REQUIREMENT THAT THE LOCAL GOVERNMENT OR |
| 13 | NONPROFIT ORGANIZATION PROVIDE AT LEAST A CERTAIN PERCENTAGE OF |
| 14 | MATCHING MONEY FOR THE PROGRAM; AND |
| 15 | (III) A REQUIREMENT THAT A LOCAL GOVERNMENT OR NONPROFIT |
| 16 | ORGANIZATION THAT APPLIES FOR GRANT MONEY FOR A PLANNED, BUT |
| 17 | NOT YET IMPLEMENTED, PROGRAM DEMONSTRATE TO THE SATISFACTION |
| 18 | OF THE OFFICE THAT THE LOCAL GOVERNMENT OR NONPROFIT |
| 19 | ORGANIZATION, AFTER RECEIVING MONEY UNDER THE GRANT PROGRAM, |
| 20 | WILL BE ABLE TO START IMPLEMENTING THE PROGRAM WITHIN A CERTAIN |
| 21 | NUMBER OF MONTHS AFTER RECEIVING THE MONEY, AS DETERMINED BY |
| 22 | THE OFFICE; |
| 23 | (b) Periodic reporting requirements for a grantee to |
| 24 | DEMONSTRATE THAT THE MONEY AWARDED IS BEING USED IN COMPLIANCE |
| 25 | WITH THE PURPOSES OF THIS SECTION; AND |
| 26 | (c) PROCEDURES FOR ADDRESSING A GRANTEE'S NONCOMPLIANCE |
| 27 | WITH THIS SECTION, INCLUDING PROCEDURES FOR REIMBURSEMENT OF |

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| 1 | MONEY AWARDED. |
|----|---|
| 2 | (3) THE OFFICE MAY USE A PORTION OF THE MONEY IN THE FUND |
| 3 | TO COVER THE DIRECT AND INDIRECT COSTS THE OFFICE INCURS IN |
| 4 | ADMINISTERING THE GRANT PROGRAM. |
| 5 | 24-38.5-404. Community access to electric bicycles rebate |
| 6 | program - eligibility - reimbursement. (1) The office shall |
| 7 | ESTABLISH THE COMMUNITY ACCESS TO ELECTRIC BICYCLES REBATE |
| 8 | PROGRAM TO PROVIDE REBATES FOR PURCHASES OF ELECTRIC BICYCLES |
| 9 | MADE BY ELIGIBLE INDIVIDUALS. IN ESTABLISHING THE REBATE PROGRAM, |
| 10 | THE OFFICE SHALL DETERMINE: |
| 11 | (a) ELIGIBILITY FOR PARTICIPATION IN THE REBATE PROGRAM, |
| 12 | WHICH ELIGIBILITY MUST INCLUDE A REQUIREMENT THAT: |
| 13 | (I) AN ELIGIBLE INDIVIDUAL RESIDES IN A LOW- OR |
| 14 | MODERATE-INCOME HOUSEHOLD, WHICH INCOME THRESHOLDS THE OFFICE |
| 15 | SHALL DETERMINE; AND |
| 16 | (II) TO QUALIFY FOR A REBATE, THE PURCHASE MUST BE OF AN |
| 17 | ELECTRIC BICYCLE THAT: |
| 18 | (A) IS USED PRIMARILY FOR COMMUTING OR OTHER |
| 19 | NONRECREATIONAL PURPOSE; AND |
| 20 | (B) COSTS LESS THAN A MAXIMUM THRESHOLD PRICE SET BY THE |
| 21 | OFFICE. |
| 22 | (b) REBATE AMOUNTS AND ANY CRITERIA USED IN DETERMINING |
| 23 | REBATE AMOUNTS; AND |
| 24 | (c) THE MECHANISM FOR ISSUING A REBATE, WHICH MECHANISM |
| 25 | MAY INCLUDE: |
| 26 | (I) A REQUIREMENT THAT REBATE PROGRAM PARTICIPANTS ATTEST |
| 27 | TO THEIR ELIGIBILITY FOR A REBATE; AND |

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| 1 | (II) VENDOR PAYMENTS MADE TO BICYCLE SHOPS THAT SELL A |
|----|--|
| 2 | QUALIFYING ELECTRIC BICYCLE AT A DISCOUNT TO AN INDIVIDUAL WHO IS |
| 3 | ELIGIBLE TO PARTICIPATE UNDER THE REBATE PROGRAM. |
| 4 | (2) THE OFFICE MAY USE A PORTION OF THE MONEY IN THE FUND |
| 5 | TO COVER ITS DIRECT AND INDIRECT COSTS INCURRED IN ADMINISTERING |
| 6 | THE REBATE PROGRAM. |
| 7 | 24-38.5-405. Reporting. (1) On or before January 1, 2025, |
| 8 | AND ON OR BEFORE JANUARY 1 OF EACH YEAR THEREAFTER, THE OFFICE |
| 9 | SHALL PREPARE A REPORT SUMMARIZING THE PROGRESS OF THE GRANT |
| 10 | PROGRAM AND THE REBATE PROGRAM AND SUBMIT THE REPORT TO THE |
| 11 | HOUSE OF REPRESENTATIVES TRANSPORTATION AND LOCAL GOVERNMENT |
| 12 | COMMITTEE AND THE SENATE TRANSPORTATION AND ENERGY COMMITTEE, |
| 13 | OR THEIR SUCCESSOR COMMITTEES. THE OFFICE SHALL POST A COPY OF |
| 14 | EACH REPORT ON ITS WEBSITE. |
| 15 | (2) Notwithstanding section 24-1-136 (11)(a)(I), the |
| 16 | REPORTING REQUIREMENTS SET FORTH IN SUBSECTION (1) OF THIS SECTION |
| 17 | CONTINUE UNTIL THE GRANT PROGRAM AND REBATE PROGRAM REPEAL |
| 18 | PURSUANT TO SECTION 24-38.5-407. |
| 19 | 24-38.5-406. Community access to electric bicycles cash fund |
| 20 | - creation - gifts, grants, or donations - transfer - repeal. (1) (a) $$ The |
| 21 | COMMUNITY ACCESS TO ELECTRIC BICYCLES CASH FUND IS CREATED IN |
| 22 | THE STATE TREASURY, AND THE OFFICE SHALL ADMINISTER THE FUND FOR |
| 23 | THE PURPOSES OF THIS PART 4. THE FUND CONSISTS OF ANY MONEY THAT |
| 24 | THE GENERAL ASSEMBLY MAY TRANSFER OR APPROPRIATE TO THE FUND |
| 25 | FOR IMPLEMENTATION OF THE GRANT PROGRAM AND THE REBATE |
| 26 | PROGRAM AND ANY FEDERAL MONEY OR GIFTS, GRANTS, OR DONATIONS |
| 27 | RECEIVED PURSUANT TO SUBSECTION (1)(b) OF THIS SECTION. |

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| 1 | (b) (I) FOR THE PURPOSES OF THIS PART 4, THE OFFICE MAY SEEK, |
|----|---|
| 2 | ACCEPT, AND EXPEND: |
| 3 | (A) MONEY FROM FEDERAL SOURCES; AND |
| 4 | (B) GIFTS, GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC |
| 5 | SOURCES. |
| 6 | (II) THE OFFICE SHALL TRANSMIT ANY MONEY RECEIVED |
| 7 | PURSUANT TO SUBSECTION (1)(b)(I) OF THIS SECTION TO THE STATE |
| 8 | TREASURER, WHO SHALL CREDIT THE MONEY TO THE FUND. |
| 9 | (2) SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL |
| 10 | ASSEMBLY, THE OFFICE MAY EXPEND MONEY IN THE FUND FOR THE |
| 11 | PURPOSES SET FORTH IN THIS PART 4. THE STATE TREASURER SHALL |
| 12 | CREDIT ALL INTEREST AND INCOME DERIVED FROM THE DEPOSIT AND |
| 13 | INVESTMENT OF MONEY IN THE FUND TO THE FUND. ANY UNEXPENDED |
| 14 | AND UNENCUMBERED MONEY REMAINING IN THE FUND AT THE END OF A |
| 15 | STATE FISCAL YEAR REMAINS IN THE FUND; EXCEPT THAT THE STATE |
| 16 | TREASURER SHALL TRANSFER ANY MONEY REMAINING IN THE FUND AT THE |
| 17 | END OF THE $2026-27$ STATE FISCAL YEAR TO THE GENERAL FUND. |
| 18 | (3) (a) On June 30, 2022, the state treasurer shall transfer |
| 19 | TWELVE MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND. |
| 20 | (b) This subsection (3) is repealed, effective July 1, 2023. |
| 21 | 24-38.5-407. Repeal of part. This part 4 is repealed, effective |
| 22 | September 1, 2028. |
| 23 | SECTION 3. In Colorado Revised Statutes, add parts 14 and 15 |
| 24 | to article 7 of title 25 as follows: |
| 25 | PART 14 |
| 26 | DIESEL TRUCK EMISSIONS REDUCTION |
| 27 | GRANT PROGRAM |

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| 1 | 25-7-1401. Short title. The short title of this part 14 is the |
|----|---|
| 2 | "DIESEL TRUCK EMISSIONS REDUCTION ACT". |
| 3 | 25-7-1402. Legislative declaration. (1) (a) THE GENERAL |
| 4 | ASSEMBLY FINDS THAT: |
| 5 | (I) OLDER DIESEL TRUCKS CONTRIBUTE DISPROPORTIONATE |
| 6 | AMOUNTS OF LOCALIZED EMISSIONS OF PARTICULATE MATTER AND |
| 7 | NITROGEN OXIDES IN DISADVANTAGED COMMUNITIES WHERE MAJOR |
| 8 | INTERSTATES BRING TRUCK TRAFFIC TO WAREHOUSES, REFINERIES, FLEET |
| 9 | YARDS, AND FUEL DEPOTS; |
| 10 | (II) THESE LOCALIZED EMISSIONS OF PARTICULATE MATTER AND |
| 11 | NITROGEN OXIDES NEGATIVELY AFFECT THE HEALTH OF CHILDREN, |
| 12 | SENSITIVE POPULATIONS, AND AT-RISK ADULTS; |
| 13 | (III) SUCH NEGATIVE HEALTH EFFECTS CAN INCLUDE ASTHMA, |
| 14 | SUSCEPTIBILITY TO RESPIRATORY ILLNESS, LUNG CANCER, AND |
| 15 | PREMATURE DEATH; |
| 16 | (IV) OLDER DIESEL TRUCKS CAN BE REPLACED BY NEWER TRUCKS |
| 17 | TO REDUCE FUEL USAGE AND THE RELATED EMISSIONS OF HAZARDOUS AIR |
| 18 | POLLUTANTS AND CRITERIA EMISSIONS THAT NEGATIVELY IMPACT AIR |
| 19 | QUALITY; |
| 20 | (V) OLDER DIESEL TRUCKS ARE MORE LIKELY THAN NEWER |
| 21 | TRUCKS TO BREAK DOWN AND CAUSE CONGESTION AND SAFETY ISSUES IN |
| 22 | Colorado's urban areas and along Colorado's mountain |
| 23 | HIGHWAYS AND INTERSTATES; |
| 24 | (VI) SMALL BUSINESSES AND SOLE PROPRIETORS THAT OWN OLDER |
| 25 | DIESEL TRUCKS ARE LESS LIKELY THAN OTHER VEHICLE OWNERS TO HAVE |
| 26 | ACCESS TO THE CAPITAL OR FINANCING REQUIRED TO INVEST IN NEWER, |
| 27 | CLEANER MODELS; |

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| 1 | (VII) REPLACING OLDER DIESEL TRUCKS WITH NEWER TRUCKS |
|----|--|
| 2 | WITH NEWER SAFETY SYSTEMS WILL REDUCE THE CHANCE OF |
| 3 | BREAKDOWNS AND VEHICLE CRASHES ON COLORADO'S MOUNTAIN |
| 4 | HIGHWAYS AND INTERSTATES; AND |
| 5 | (VIII) REPLACING OLDER DIESEL TRUCKS WITH NEWER TRUCKS |
| 6 | WILL ALSO REDUCE FUEL USAGE, INCREASE FUEL ECONOMY, AND REDUCE |
| 7 | EMISSIONS, WHICH WILL HELP COLORADO COMPLY WITH AIR QUALITY |
| 8 | ATTAINMENT STANDARDS AND REDUCE GREENHOUSE GAS POLLUTION TO |
| 9 | HELP COLORADO MEET ITS GREENHOUSE GAS POLLUTION TARGETS. |
| 10 | (b) The general assembly finds, therefore, that it is |
| 11 | APPROPRIATE TO ESTABLISH THE DIESEL TRUCK EMISSIONS REDUCTION |
| 12 | GRANT PROGRAM TO ASSIST PRIVATE AND PUBLIC ENTITIES IN |
| 13 | DECOMMISSIONING OLDER DIESEL TRUCKS AND REPLACING THOSE TRUCKS |
| 14 | WITH NEWER TRUCKS. |
| 15 | 25-7-1403. Definitions. As used in this part 14, unless the |
| 16 | CONTEXT OTHERWISE REQUIRES: |
| 17 | (1) "DECOMMISSION" MEANS RENDERING BOTH THE ENGINE AND |
| 18 | THE CHASSIS OF A DIESEL TRUCK INOPERABLE THROUGH CUTTING A THREE |
| 19 | INCH HOLE THROUGH THE WALL OF THE ENGINE BLOCK AND CUTTING THE |
| 20 | CHASSIS RAILS IN HALF OR THROUGH SIMILARLY EFFECTIVE MEANS, AS |
| 21 | DETERMINED BY THE DIVISION. |
| 22 | (2) "DIESEL TRUCK" MEANS A TRUCK THAT USES DIESEL FUEL |
| 23 | RATHER THAN COMPRESSED NATURAL GAS OR OTHER FOSSIL FUELS. |
| 24 | (3) "DISPROPORTIONATELY IMPACTED COMMUNITY" HAS THE |
| 25 | MEANING SET FORTH IN SECTION 24-4-109 (2)(b)(II). |
| 26 | (4) "ELIGIBLE ENTITY" MEANS ANY PUBLIC ENTITY OR PRIVATE |
| 27 | COMPANY THAT OWNS OR LEASES AND USES A QUALIFIED DIESEL TRUCK AS |

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| 1 | SPECIFIED BY THE DIVISION. |
|----|---|
| 2 | (5) "FUND" MEANS THE DIESEL TRUCK EMISSIONS REDUCTION |
| 3 | GRANT PROGRAM CASH FUND CREATED IN SECTION 24-7-1407. |
| 4 | (6) "Grant program" means the diesel truck emissions |
| 5 | REDUCTION GRANT PROGRAM CREATED IN SECTION 25-7-1404. |
| 6 | (7) "Nonattainment area" means an area of the state that |
| 7 | THE FEDERAL ENVIRONMENTAL PROTECTION AGENCY HAS DESIGNATED AS |
| 8 | BEING IN NONATTAINMENT WITH A NATIONAL AMBIENT AIR QUALITY |
| 9 | STANDARD. |
| 10 | (8) "REPLACEMENT" OR "REPLACE" MEANS THE REPLACEMENT OF |
| 11 | an existing in-use model year 2009 or older diesel truck with a |
| 12 | MODEL YEAR 2017 OR NEWER TRUCK TO BE USED FOR THE SAME OR |
| 13 | SIMILAR PURPOSE. |
| 14 | 25-7-1404. Diesel truck emissions reduction grant program - |
| 15 | created. (1) There is hereby created in the division the diesel |
| 16 | TRUCK EMISSIONS REDUCTION GRANT PROGRAM TO PROVIDE GRANTS TO |
| 17 | CERTAIN PRIVATE AND PUBLIC ENTITIES FOR DECOMMISSIONING AND |
| 18 | REPLACING DIESEL TRUCKS. |
| 19 | (2) GRANT RECIPIENTS MAY USE THE MONEY RECEIVED THROUGH |
| 20 | THE GRANT PROGRAM FOR DECOMMISSIONING AND REPLACING DIESEL |
| 21 | TRUCKS IN ACCORDANCE WITH POLICIES AND PROCEDURES ESTABLISHED |
| 22 | BY THE DIVISION. |
| 23 | (3) THE DIVISION SHALL ADMINISTER THE GRANT PROGRAM AND, |
| 24 | SUBJECT TO AVAILABLE APPROPRIATIONS, SHALL AWARD GRANTS AS |
| 25 | PROVIDED IN THIS PART 14. SUBJECT TO AVAILABLE APPROPRIATIONS, |
| 26 | GRANTS SHALL BE PAID OUT OF THE FUND. |
| 27 | (4) TO ADMINISTER THE GRANT PROGRAM, THE DIVISION SHALL |

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| 1 | DETERMINE THE FOLLOWING: |
|-----|--|
| 2 | (a) Who may qualify as an eligible entity; |
| 3 | (b) ELIGIBLE FUEL TYPES FOR REPLACEMENT VEHICLES; |
| 4 | (c) THE TIME FRAMES FOR APPLYING FOR GRANTS; |
| 5 | (d) The criteria used to evaluate and prioritize |
| 6 | APPLICATIONS FOR GRANTS, INCLUDING A PRIORITY FOR APPLICATIONS |
| 7 | CONCERNING VEHICLES THAT ARE OPERATED WITHIN |
| 8 | DISPROPORTIONATELY IMPACTED COMMUNITIES, NONATTAINMENT AREAS |
| 9 | OR BOTH; |
| 10 | (e) THE FORM OF THE GRANT PROGRAM APPLICATION; |
| 1 | (f) THE TIME FRAMES FOR AWARDING GRANTS; AND |
| 12 | (g) ANY OTHER COMPONENTS OF THE GRANT PROGRAM NECESSARY |
| 13 | FOR ITS IMPLEMENTATION. |
| 14 | 25-7-1405. Diesel truck emissions reduction grant program |
| 15 | application - criteria - awards. (1) TO RECEIVE A GRANT, AN ELIGIBLE |
| 16 | ENTITY MUST SUBMIT AN APPLICATION TO THE DIVISION IN ACCORDANCE |
| 17 | WITH THE POLICIES AND PROCEDURES ESTABLISHED BY THE DIVISION. AT |
| 18 | A MINIMUM, THE APPLICATION MUST INCLUDE THE FOLLOWING |
| 19 | INFORMATION: |
| 20 | (a) GRANT APPLICANT ORGANIZATIONAL AND CONTACT |
| 21 | INFORMATION; |
| 22 | (b) THE FUNDING REQUESTED PER VEHICLE; |
| 23 | (c) THE MAKE, MODEL, MODEL YEAR, AND MILEAGE OF THE DIESEL |
| 24 | TRUCKS TO BE DECOMMISSIONED UPON GRANT AWARD; |
| 25 | (d) THE LOCATION OF THE DIESEL TRUCKS TO BE DECOMMISSIONED |
| 26 | AND REPLACED; |
| 2.7 | (e) The operating area of the diesel trucks to be |

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| 1 | DECOMMISSIONED AND REPLACED; AND |
|----|---|
| 2 | (f) THE MAKE, MODEL, AND FUEL TYPE OF THE PROPOSED |
| 3 | REPLACEMENT VEHICLES. |
| 4 | (2) THE DIVISION MAY CONSULT WITH THE GRANT APPLICANT |
| 5 | REGARDING REPLACEMENT VEHICLE OPTIONS, AND, FOR VEHICLES THAT |
| 6 | WILL BE REPLACED BY ANOTHER DIESEL VEHICLE, THE DIVISION SHALL |
| 7 | GIVE CONSIDERATION TO THE REPLACEMENT OF VEHICLES THAT WOULD |
| 8 | OTHERWISE BE OPERATED FOR A DECADE OR MORE BASED ON THE GRANT |
| 9 | APPLICANT'S TYPICAL PRACTICES. |
| 10 | (3) THE DIVISION SHALL PROVIDE FUNDING TO DECOMMISSION AND |
| 11 | REPLACE DIESEL TRUCKS, AND A GRANTEE SHALL USE THE MONEY |
| 12 | RECEIVED THROUGH THE GRANT PROGRAM ONLY IN ACCORDANCE WITH |
| 13 | THIS PART 14. |
| 14 | (4) The division shall develop a policy regarding a |
| 15 | GRANTEE'S NONCOMPLIANCE WITH A GRANT AWARD AGREEMENT ENTERED |
| 16 | INTO BY THE GRANTEE AND THE DIVISION. THIS POLICY MAY INCLUDE A |
| 17 | MECHANISM FOR THE DIVISION TO CONVERT THE GRANT TO A LOAN WITH |
| 18 | INTEREST. |
| 19 | 25-7-1406. Reporting requirements. (1) ON OR BEFORE JUNE 30, |
| 20 | 2023, AND ON OR BEFORE JUNE 30 OF EACH YEAR THEREAFTER, EACH |
| 21 | ELIGIBLE ENTITY THAT RECEIVES A GRANT THROUGH THE GRANT PROGRAM |
| 22 | SHALL SUBMIT A REPORT TO THE DIVISION. AT A MINIMUM, THE REPORT |
| 23 | MUST INCLUDE THE FOLLOWING INFORMATION: |
| 24 | (a) THE GRANT APPLICANT'S ORGANIZATIONAL AND CONTACT |
| 25 | INFORMATION; |
| 26 | (b) THE MAKE, MODEL, AND MODEL YEAR OF THE REPLACEMENT |
| 27 | VEHICLES; |

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| 1 | (C) THE PURCHASE DATES OF THE REPLACEMENT VEHICLES; |
|----|--|
| 2 | (d) THE FUEL TYPE OF THE REPLACEMENT VEHICLES; |
| 3 | (e) THE MONTHLY MILEAGE PER REPLACEMENT VEHICLE; |
| 4 | (f) THE MONTHLY FUEL USAGE PER REPLACEMENT VEHICLE; |
| 5 | (g) CERTIFICATION THAT THE AWARDED VEHICLES ARE STILL |
| 6 | ROADWORTHY, OPERATIONAL AND OWNED BY THE ORIGINAL AWARDEE; |
| 7 | (h) THE MAKE, MODEL, AND MODEL YEAR OF THE DIESEL TRUCKS |
| 8 | DECOMMISSIONED; |
| 9 | (i) THE LOCATION OF DIESEL TRUCKS DECOMMISSIONED; |
| 10 | (j) The operating area of the diesel trucks |
| 11 | DECOMMISSIONED; AND |
| 12 | (k) Any additional information required by the division. |
| 13 | (2) On or before December 1, 2023, and on or before |
| 14 | DECEMBER 1 OF EACH YEAR THEREAFTER, THE DEPARTMENT OF PUBLIC |
| 15 | HEALTH AND ENVIRONMENT SHALL PREPARE A REPORT SUMMARIZING THE |
| 16 | PROGRESS OF THE GRANT PROGRAM AND SUBMIT THE REPORT TO THE |
| 17 | TRANSPORTATION AND ENERGY COMMITTEE OF THE SENATE AND THE |
| 18 | ENERGY AND ENVIRONMENT COMMITTEE OF THE HOUSE OF |
| 19 | REPRESENTATIVES, OR ANY SUCCESSOR COMMITTEES. THE DEPARTMENT |
| 20 | SHALL POST A COPY OF EACH REPORT ON ITS WEBSITE. AT A MINIMUM, THE |
| 21 | REPORT MUST INCLUDE: |
| 22 | (a) THE AMOUNT OF MONEY EXPENDED ON GRANTS DURING THE |
| 23 | IMMEDIATELY PRECEDING STATE FISCAL YEAR; |
| 24 | (b) The number of diesel trucks decommissioned and |
| 25 | REPLACED DURING THE IMMEDIATELY PRECEDING STATE FISCAL YEAR; |
| 26 | (c) The estimated reduction of annual emissions of $PM10$, |
| 27 | PM2.5, NOX, AND GHGS, WHERE "PM" REFERS TO PARTICULATE MATTER, |

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| 1 | "NOX" REFERS TO NITROGEN OXIDES, AND "GHGS" REFERS TO |
|----|--|
| 2 | GREENHOUSE GASES, AS A RESULT OF DIESEL TRUCK REPLACEMENTS |
| 3 | FUNDED DURING THE PRECEDING FISCAL YEAR; AND |
| 4 | (d) A BREAKDOWN OF THE DIESEL TRUCK CLASSES |
| 5 | DECOMMISSIONED AND REPLACED DURING THE IMMEDIATELY PRECEDING |
| 6 | STATE FISCAL YEAR. |
| 7 | (3) Notwithstanding section 24-1-136 (11)(a)(I), the |
| 8 | REPORTING REQUIREMENTS SET FORTH IN SUBSECTION (2) OF THIS SECTION |
| 9 | CONTINUE UNTIL THE GRANT PROGRAM REPEALS PURSUANT TO SECTION |
| 10 | 25-7-1408. |
| 11 | 24-7-1407. Diesel truck emissions reduction grant program |
| 12 | cash fund - creation - use - transfer. (1) (a) THE DIESEL TRUCK |
| 13 | EMISSIONS REDUCTION GRANT PROGRAM CASH FUND IS CREATED IN THE |
| 14 | STATE TREASURY, AND THE DIVISION SHALL ADMINISTER THE FUND FOR |
| 15 | THE PURPOSES OF THIS PART 14. THE FUND CONSISTS OF ANY MONEY THAT |
| 16 | THE GENERAL ASSEMBLY MAY TRANSFER OR APPROPRIATE TO THE FUND |
| 17 | FOR IMPLEMENTATION OF THE GRANT PROGRAM AND ANY FEDERAL MONEY |
| 18 | OR GIFTS, GRANTS, OR DONATIONS RECEIVED PURSUANT TO SUBSECTION |
| 19 | (2) OF THIS SECTION. |
| 20 | (b) Money in the fund is subject to annual appropriation |
| 21 | BY THE GENERAL ASSEMBLY TO THE DEPARTMENT FOR THE DIRECT AND |
| 22 | INDIRECT COSTS OF IMPLEMENTING THE GRANT PROGRAM. |
| 23 | (c) The state treasurer shall credit all interest and |
| 24 | INCOME DERIVED FROM THE DEPOSIT AND INVESTMENT OF MONEY IN THE |
| 25 | FUND TO THE FUND. ANY UNEXPENDED AND UNENCUMBERED MONEY |
| 26 | REMAINING IN THE FUND AT THE END OF A STATE FISCAL YEAR REMAINS IN |
| 27 | THE FUND; EXCEPT THAT THE STATE TREASURER SHALL TRANSFER ANY |

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| 1 | MONEY REMAINING IN THE FUND AT THE END OF THE 2030-31 STATE |
|----|--|
| 2 | FISCAL YEAR TO THE GENERAL FUND. |
| 3 | (2) FOR THE PURPOSES OF THIS PART 14, THE DIVISION MAY SEEK, |
| 4 | ACCEPT, AND EXPEND: |
| 5 | (a) Money from federal sources; and |
| 6 | (b) Gifts, grants, or donations from private or public |
| 7 | SOURCES. THE DIVISION SHALL TRANSMIT ANY MONEY RECEIVED THROUGH |
| 8 | GIFTS, GRANTS, OR DONATIONS TO THE STATE TREASURER, WHO SHALL |
| 9 | CREDIT THE MONEY TO THE FUND. |
| 10 | (3) (a) On June 30, 2022, the state treasurer shall transfer |
| 11 | FIFTEEN MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND. |
| 12 | (b) This subsection (3) is repealed, effective July 1, 2023. |
| 13 | 25-7-1408. Repeal of part. This part 14 is repealed, effective |
| 14 | JULY 1, 2032. |
| 15 | PART 15 |
| 16 | ELECTRIFYING SCHOOL BUSES |
| 17 | GRANT PROGRAM |
| 18 | 25-7-1501. Legislative declaration. (1) The General Assembly |
| 19 | FINDS THAT: |
| 20 | (a) DISPROPORTIONATELY IMPACTED COMMUNITIES ARE |
| 21 | DISPROPORTIONATELY AFFECTED BY PARTICULATE MATTER AND NITROGEN |
| 22 | OXIDES ARISING FROM FOSSIL-FUEL-POWERED SCHOOL BUSES, ESPECIALLY |
| 23 | BECAUSE THE FLEET YARDS, WAREHOUSES, FUEL DEPOTS, AND |
| 24 | INTERSTATES USED IN CONJUNCTION WITH SCHOOL BUSES ARE OFTEN |
| 25 | LOCATED IN DISPROPORTIONATELY IMPACTED COMMUNITIES; |
| 26 | (b) In addition to exposure to particulate matter and |
| 27 | NITROGEN OXIDES IN THEIR COMMUNITIES, SCHOOL CHILDREN ARE ALSO |

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| 1 | EXPOSED TO FINE PARTICULATES AND OTHER POLLUTANTS AS A RESULT OF |
|----|---|
| 2 | RIDING ON FOSSIL-FUEL-POWERED SCHOOL BUSES; |
| 3 | (c) A TRANSITION FROM FOSSIL-FUEL-POWERED SCHOOL BUSES TO |
| 4 | ELECTRIC-POWERED SCHOOL BUSES WILL POSITIVELY AFFECT SCHOOL |
| 5 | CHILDREN'S HEALTH, WHILE HELPING TO ADDRESS LONG-STANDING |
| 6 | POLLUTION INEQUITIES FACED BY DISPROPORTIONATELY IMPACTED |
| 7 | COMMUNITIES; |
| 8 | $(d)\ The\ Federal\ "Infrastructure\ Investment\ and\ Jobs\ Act",$ |
| 9 | Pub.L. 117-58, has created a competitive funding program to |
| 10 | SUPPORT THE ADOPTION OF AN ELECTRIC SCHOOL BUS FLEET, AND A STATE |
| 11 | PROGRAM INVESTING IN ELECTRIC SCHOOL BUSES WILL HELP LEVERAGE |
| 12 | THE FEDERAL FUNDS MADE AVAILABLE THROUGH THE FEDERAL ACT TO |
| 13 | ALLOW SCHOOLS IN THE STATE TO ACCESS THE FEDERAL FUNDS; AND |
| 14 | (e) A TRANSITION TO ELECTRIC SCHOOL BUSES CAN PROVIDE |
| 15 | BENEFITS TO THE OPERATION OF THE ELECTRIC GRID IN THE STATE: |
| 16 | (I) IF THE TIMING OF CHARGING ELECTRIC SCHOOL BUSES IS |
| 17 | MANAGED TO SUPPORT GRID OPERATIONS; AND |
| 18 | (II) THROUGH THE POTENTIAL FOR USING BATTERIES ON ELECTRIC |
| 19 | SCHOOL BUSES: |
| 20 | (A) AS A SOURCE OF RENEWABLE ENERGY THROUGH |
| 21 | VEHICLE-TO-GRID OPERATIONS; AND |
| 22 | (B) AS A COMMUNITY RESILIENCE RESOURCE TO HELP |
| 23 | COMMUNITIES AFFECTED BY POWER OUTAGES OR DISASTERS CAUSING |
| 24 | ELECTRIC GRID INTERRUPTIONS. |
| 25 | $(2) \ The \ GENERAL \ ASSEMBLY \ FURTHER \ FINDS \ AND \ DECLARES \ THAT:$ |
| 26 | (a) THE STATE SHOULD HELP SCHOOL DISTRICTS PURCHASE AND |
| 27 | MAINTAIN ELECTRIC-POWERED SCHOOL BUSES AND RELATED |

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| 1 | INFRASTRUCTURE, CONVERT FOSSIL-FUEL-POWERED SCHOOL BUSES TO |
|----|--|
| 2 | ELECTRIC-POWERED SCHOOL BUSES, AND FACILITATE THE ASSOCIATED |
| 3 | RETIREMENT OF FOSSIL-FUEL-POWERED SCHOOL BUSES; AND |
| 4 | (b) SCHOOL DISTRICTS CAN LEVERAGE STATE GRANT MONEY TO |
| 5 | OBTAIN MONEY FROM FEDERAL AND PRIVATE SOURCES TO FURTHER |
| 6 | FINANCE THE TRANSITION TO AN ELECTRIC-POWERED SCHOOL BUS FLEET. |
| 7 | 25-7-1502. Definitions. As used in this part 15, unless the |
| 8 | CONTEXT OTHERWISE REQUIRES: |
| 9 | (1) "CHARTER SCHOOL" MEANS A CHARTER SCHOOL AUTHORIZED |
| 10 | pursuant to part 1 of article 30.5 of title 22 , the state charter |
| 11 | SCHOOL INSTITUTE ESTABLISHED PURSUANT TO SECTION 22-30.5-503, OR |
| 12 | AN INSTITUTE CHARTER SCHOOL AUTHORIZED PURSUANT TO PART 5 OF |
| 13 | ARTICLE 30.5 OF TITLE 22. |
| 14 | (2) "DEPARTMENT" MEANS THE DEPARTMENT OF PUBLIC HEALTH |
| 15 | AND ENVIRONMENT. |
| 16 | (3) "DISPROPORTIONATELY IMPACTED COMMUNITY" HAS THE |
| 17 | MEANING SET FORTH IN SECTION 24-4-109 (2)(b)(II). |
| 18 | (4) "ELECTRIC-POWERED SCHOOL BUS" MEANS A SCHOOL BUS THAT |
| 19 | IS POWERED SOLELY BY ELECTRICITY. |
| 20 | (5) "FOSSIL-FUEL-POWERED SCHOOL BUS" MEANS A SCHOOL BUS |
| 21 | POWERED BY DIESEL FUEL OR GASOLINE. |
| 22 | (6) "FUND" MEANS THE ELECTRIFYING SCHOOL BUSES GRANT |
| 23 | PROGRAM CASH FUND CREATED IN SECTION 25-7-1505 (1)(a). |
| 24 | (7) "GRANT PROGRAM" MEANS THE ELECTRIFYING SCHOOL BUSES |
| 25 | GRANT PROGRAM CREATED IN SECTION 25-7-1503. |
| 26 | (8) "NONATTAINMENT AREA" MEANS AN AREA OF THE STATE THAT |
| 27 | THE FEDERAL ENVIRONMENTAL PROTECTION AGENCY HAS DESIGNATED AS |

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| 1 | BEING IN NONATTAINMENT WITH A NATIONAL AMBIENT AIR STANDARD. |
|----|--|
| 2 | (9) "OFFICE" MEANS THE COLORADO ENERGY OFFICE CREATED IN |
| 3 | SECTION 24-38.5-101. |
| 4 | (10) "School bus": |
| 5 | (a) Has the meaning set forth in section 42-4-707 (5)(b); and |
| 6 | (b) INCLUDES ANY PUBLICLY OR PRIVATELY FINANCED BUS, VAN, |
| 7 | OR SIMILAR VEHICLE THAT A SCHOOL DISTRICT OR CHARTER SCHOOL USES |
| 8 | AS PART OF ITS FLEET FOR THE ROUTINE PICK UP AND DROP OFF OF |
| 9 | STUDENTS FOR PUBLIC OR CHARTER SCHOOL OR SCHOOL-RELATED |
| 10 | PROGRAMMING OR ACTIVITIES. |
| 11 | (11) "SCHOOL DISTRICT" MEANS A SCHOOL DISTRICT ORGANIZED |
| 12 | PURSUANT TO ARTICLE 30 OF TITLE 22. |
| 13 | 25-7-1503. Electrifying school buses grant program - creation |
| 14 | - eligibility. (1) (a) (I) The electrifying school buses grant |
| 15 | PROGRAM IS CREATED TO ALLOW A SCHOOL DISTRICT OR CHARTER SCHOOL |
| 16 | TO APPLY TO THE DEPARTMENT FOR GRANT MONEY TO HELP FINANCE: |
| 17 | (A) THE PURCHASE AND MAINTENANCE OF ELECTRIC-POWERED |
| 18 | SCHOOL BUSES, THE CONVERSION OF FOSSIL-FUEL-POWERED SCHOOL |
| 19 | BUSES TO ELECTRIC-POWERED SCHOOL BUSES, CHARGING |
| 20 | INFRASTRUCTURE, AND ELECTRICAL UPGRADES NECESSARY TO SUPPORT |
| 21 | CHARGING INFRASTRUCTURE; |
| 22 | (B) THE RETIREMENT OF FOSSIL-FUEL-POWERED SCHOOL BUSES; |
| 23 | AND |
| 24 | (C) THE SCHOOL DISTRICT'S OR CHARTER SCHOOL'S |
| 25 | ADMINISTRATIVE COSTS ASSOCIATED WITH SUCH PURCHASES, |
| 26 | CONVERSIONS, MAINTENANCE, OR RETIREMENTS, INCLUDING ANY |
| 27 | UP-FRONT ADMINISTRATIVE COSTS ASSOCIATED WITH DEVELOPING AND |

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| 1 | IMPLEMENTING A PROPOSAL FOR THE PURCHASES, CONVERSIONS, |
|----|---|
| 2 | MAINTENANCE, OR RETIREMENTS. |
| 3 | (II) THE DEPARTMENT SHALL ADMINISTER THE GRANT PROGRAM, |
| 4 | AND THE OFFICE SHALL PROVIDE TECHNICAL ASSISTANCE FOR THE GRANT |
| 5 | PROGRAM AS NEEDED. |
| 6 | (b) THE DEPARTMENT SHALL ESTABLISH AN APPLICATION PROCESS |
| 7 | FOR SCHOOL DISTRICTS AND CHARTER SCHOOLS TO APPLY FOR MONEY |
| 8 | UNDER THE GRANT PROGRAM AND: |
| 9 | $(I)\ Post\ information\ about\ the\ grant\ program\ application$ |
| 10 | PROCESS, INCLUDING ANY APPLICATION FORMS THAT THE DEPARTMENT |
| 11 | DEVELOPS FOR THE GRANT PROGRAM, ON ITS WEBSITE; AND |
| 12 | (II) SHARE THE GRANT PROGRAM APPLICATION PROCESS |
| 13 | INFORMATION WITH THE DEPARTMENT OF EDUCATION, WHICH |
| 14 | DEPARTMENT SHALL POST THE INFORMATION ON ITS WEBSITE. |
| 15 | (2) THE DEPARTMENT SHALL DEVELOP: |
| 16 | (a) Criteria for awarding grant money, which criteria may |
| 17 | INCLUDE: |
| 18 | (I) GIVING PRIORITY TO SCHOOL DISTRICTS AND CHARTER |
| 19 | SCHOOLS: |
| 20 | (A) LOCATED IN OR ATTENDED BY STUDENTS LIVING IN |
| 21 | DISPROPORTIONATELY IMPACTED COMMUNITIES; |
| 22 | (B) LOCATED IN NONATTAINMENT AREAS; OR |
| 23 | (C) AT WHICH AT LEAST A CERTAIN PERCENTAGE OF STUDENTS, AS |
| 24 | DETERMINED BY THE DEPARTMENT, RECEIVE FREE OR REDUCED-PRICE |
| 25 | LUNCHES UNDER A SCHOOL LUNCH PROGRAM; AND |
| 26 | (II) A REQUIREMENT THAT, AS A CONDITION OF RECEIVING A |
| 27 | GRANT AWARD, GRANTEES RETIRE OR CONVERT AT LEAST A CERTAIN |

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| 1 | PERCENTAGE OF THEIR FOSSIL-FUEL-POWERED SCHOOL BUSES, RETIRE OR |
|----|--|
| 2 | CONVERT THEIR FOSSIL-FUEL-POWERED SCHOOL BUSES IN A CERTAIN |
| 3 | MANNER, OR BOTH; |
| 4 | (b) Periodic reporting requirements for a grantee to |
| 5 | DEMONSTRATE THAT THE MONEY AWARDED IS BEING USED IN COMPLIANCE |
| 6 | WITH THIS PART 15; AND |
| 7 | (c) PROCEDURES FOR ADDRESSING A GRANTEE'S NONCOMPLIANCE |
| 8 | WITH THIS PART 15, INCLUDING PROCEDURES FOR REIMBURSEMENT OF |
| 9 | MONEY AWARDED. |
| 10 | (3) THE DEPARTMENT MAY USE A PORTION OF THE MONEY IN THE |
| 11 | FUND TO COVER THE DIRECT AND INDIRECT COSTS THE DEPARTMENT |
| 12 | INCURS IN ADMINISTERING THE GRANT PROGRAM. |
| 13 | 25-7-1504. Reporting. (1) ON OR BEFORE JANUARY 1, 2025, AND |
| 14 | ON OR BEFORE JANUARY 1 OF EACH ODD-NUMBERED YEAR THEREAFTER, |
| 15 | THE DEPARTMENT SHALL PREPARE A REPORT SUMMARIZING THE PROGRESS |
| 16 | OF THE GRANT PROGRAM AND SUBMIT THE REPORT TO THE HOUSE OF |
| 17 | REPRESENTATIVES EDUCATION COMMITTEE AND ENERGY AND |
| 18 | ENVIRONMENT COMMITTEE AND THE SENATE EDUCATION COMMITTEE AND |
| 19 | TRANSPORTATION AND ENERGY COMMITTEE, OR THEIR SUCCESSOR |
| 20 | COMMITTEES. THE DEPARTMENT SHALL POST A COPY OF EACH REPORT ON |
| 21 | ITS WEBSITE. |
| 22 | (2) Notwithstanding section 24-1-136 (11)(a)(I), the |
| 23 | REPORTING REQUIREMENTS SET FORTH IN SUBSECTION (1) OF THIS SECTION |
| 24 | CONTINUE UNTIL THE GRANT PROGRAM REPEALS PURSUANT TO SECTION |
| 25 | 25-7-1506. |
| 26 | 25-7-1505. Electrifying school buses grant program cash fund |
| 27 | - creation - gifts, grants, and donations - transfer - repeal. (1) (a) THE |

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| 1 | ELECTRIFYING SCHOOL BUSES GRANT PROGRAM CASH FUND IS CREATED IN |
|----|---|
| 2 | THE STATE TREASURY, AND THE DEPARTMENT SHALL ADMINISTER THE |
| 3 | FUND FOR THE PURPOSES OF THIS PART 15. THE FUND CONSISTS OF ANY |
| 4 | MONEY THAT THE GENERAL ASSEMBLY MAY TRANSFER OR APPROPRIATE |
| 5 | TO THE FUND FOR IMPLEMENTATION OF THE GRANT PROGRAM AND ANY |
| 6 | FEDERAL MONEY OR GIFTS, GRANTS, OR DONATIONS RECEIVED PURSUANT |
| 7 | TO SUBSECTION (1)(b) OF THIS SECTION. |
| 8 | (b) (I) For the purposes of this part 15 , the department may |
| 9 | SEEK, ACCEPT, AND EXPEND: |
| 10 | (A) MONEY FROM FEDERAL SOURCES; AND |
| 11 | (B) GIFTS, GRANTS, OR DONATIONS FROM PRIVATE OR PUBLIC |
| 12 | SOURCES. |
| 13 | (II) THE DEPARTMENT SHALL TRANSMIT ANY MONEY RECEIVED |
| 14 | PURSUANT TO SUBSECTION $(1)(b)(I)$ of this section to the state |
| 15 | TREASURER, WHO SHALL CREDIT THE MONEY TO THE FUND. |
| 16 | (2) SUBJECT TO ANNUAL APPROPRIATION BY THE GENERAL |
| 17 | ASSEMBLY, THE DEPARTMENT MAY EXPEND MONEY IN THE FUND FOR THE |
| 18 | PURPOSES SET FORTH IN THIS PART 15. THE STATE TREASURER SHALL |
| 19 | CREDIT ALL INTEREST AND INCOME DERIVED FROM THE DEPOSIT AND |
| 20 | INVESTMENT OF MONEY IN THE FUND TO THE FUND. ANY UNEXPENDED |
| 21 | AND UNENCUMBERED MONEY REMAINING IN THE FUND AT THE END OF A |
| 22 | STATE FISCAL YEAR REMAINS IN THE FUND; EXCEPT THAT THE STATE |
| 23 | TREASURER SHALL TRANSFER ANY MONEY REMAINING IN THE FUND AT THE |
| 24 | END OF THE $2032-33$ STATE FISCAL YEAR TO THE GENERAL FUND. |
| 25 | (3) (a) On June 30, 2022, the state treasurer shall transfer |
| 26 | SIXTY-FIVE MILLION DOLLARS FROM THE GENERAL FUND TO THE FUND. |
| 27 | (b) This subsection (3) is repealed, effective July 1, 2023. |

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| 1 | 25-7-1506. Repeal of part. This part 15 is repealed, effective |
|----|--|
| 2 | SEPTEMBER 1, 2034. |
| 3 | SECTION 4. In Colorado Revised Statutes, 25-7-103, amend |
| 4 | (12), (15), and (22) as follows: |
| 5 | 25-7-103. Definitions. As used in this article 7, unless the context |
| 6 | otherwise requires: |
| 7 | (12) "Federal act" means the federal "Clean Air Act", 42 U.S.C. |
| 8 | sec. 7401 et seq., (1970), as the same is in effect on November 15, 1990, |
| 9 | AS AMENDED. |
| 10 | (15) "Issue" or "issuance" means the mailing, INCLUDING BY |
| 11 | ELECTRONIC MAIL, of any order, permit, determination, or notice, other |
| 12 | than notice by publication, by certified mail to the last address furnished |
| 13 | to the agency by the person subject thereto or personal service on such |
| 14 | THE person. and The date of issuance of such THE order, permit, |
| 15 | determination, or notice shall MUST be the date of such THE mailing or |
| 16 | service or such later date as is stated in the order, permit, determination, |
| 17 | or notice. |
| 18 | (22) "State implementation plan" OR "SIP" means the A plan |
| 19 | required by and described in section 110(a) SECTION 110 (a) OR 169A of |
| 20 | the federal act. |
| 21 | SECTION 5. In Colorado Revised Statutes, 25-7-103.5, amend |
| 22 | (1)(m) and (4)(e) introductory portion as follows: |
| 23 | 25-7-103.5. Air quality enterprise - legislative declaration - |
| 24 | fund - definitions - gifts, grants, or donations - rules - report - repeal. |
| 25 | (1) Legislative declaration. The general assembly hereby finds and |
| 26 | declares that: |
| 27 | (m) So long as the enterprise qualifies as an enterprise for |

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| 1 | purposes of section 20 of article X of the state constitution, the revenue |
|----|--|
| 2 | from the fees collected by the enterprise is not state fiscal year spending, |
| 3 | as defined in section 24-77-102 (17), or state revenues, as defined in |
| 4 | section 24-77-103.6 (6)(c), and does not count against either the state |
| 5 | fiscal year spending limit imposed by section 20 of article X of the state |
| 6 | constitution or the excess state revenues cap, as defined in section |
| 7 | 24-77-103.6 (6)(b)(I)(D) SECTION 24-77-103.6 (6)(b). |
| 8 | (4) Fund - fees. (e) Before establishing fees, the board shall |
| 9 | conduct a stakeholder process to solicit input from potential fee payers |
| 10 | and other stakeholders on the appropriate fee structure. The enterprise |
| 11 | shall not collect any fees before July 1, 2021. The amount of enterprise |
| 12 | fees collected UNDER SUBSECTION (4)(b)(I) OF THIS SECTION is limited as |
| 13 | follows: |
| 14 | SECTION 6. In Colorado Revised Statutes, 25-7-114.1, amend |
| 15 | (4) as follows: |
| 16 | 25-7-114.1. Air pollutant emission notices - rules. (4) Each |
| 17 | such notice shall REQUIRED BY THIS SECTION MUST specify the location at |
| 18 | which the proposed emission will occur; the name and address of the |
| 19 | person operating or owning such THE facility, process, or activity; the |
| 20 | nature of such THE facility, process, or activity; and an estimate of the |
| 21 | quantity and composition of the expected emission. The division shall |
| 22 | make available at all air pollution control authority offices PROVIDE |
| 23 | appropriate forms on which the information required by this section shall |
| 24 | MUST be furnished. |
| 25 | SECTION 7. In Colorado Revised Statutes, 25-7-119, amend (1) |
| 26 | as follows: |
| 27 | 25-7-119. Hearings. (1) Not less MORE than fifteen THIRTY |

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| 1 | calendar days after a hearing has been requested as provided in this article |
|----|---|
| 2 | ARTICLE 7, the commission shall grant such request. and IF GRANTED, THE |
| 3 | COMMISSION SHALL set a time and place therefor FOR THE HEARING not |
| 4 | more than ninety calendar days following receipt of such THE HEARING |
| 5 | request, unless a shorter period is otherwise specifically provided for in |
| 6 | this article ARTICLE 7. Notice of such THE hearing shall MUST be printed |
| 7 | in a newspaper of general circulation in the area in which the proposed |
| 8 | project or activity is located at least thirty days prior to the date of said |
| 9 | THE hearing. |
| 10 | SECTION 8. In Colorado Revised Statutes, 25-7-133, amend (1); |
| 11 | repeal (2); and add (2.5) as follows: |
| 12 | 25-7-133. Legislative review and approval of state |
| 13 | implementation plans and rules - legislative declaration - definition. |
| 14 | (1) (a) Notwithstanding any other provision of law but subject to |
| 15 | subsection (7) of this section, by January 15 of each year, the commission |
| 16 | shall certify in a report to the chairperson of the legislative council in |
| 17 | summary form any additions or changes to elements of the state |
| 18 | implementation plan THAT INCLUDE ANY NEW REGULATORY |
| 19 | REQUIREMENTS OR MODIFICATIONS TO EXISTING REGULATORY |
| 20 | REQUIREMENTS adopted during the prior year that are to be submitted to |
| 21 | the administrator for purposes of federal enforceability. Such |
| 22 | (b) THE report shall MUST be written in plain, nontechnical |
| 23 | language using words with common and everyday meaning that are |
| 24 | understandable to the average reader. Copies of such report shall MUST be |
| 25 | available to the public and shall be made available SUBMITTED to each |
| 26 | member of the general assembly. The provisions of |
| 27 | (c) This section shall DOES not apply to control measures and |

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strategies that have been adopted and implemented by the enacting jurisdiction of a local unit of government if such THE measures and strategies do not result in mandatory direct costs upon any entity other than the enacting jurisdiction.

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(2) (a) By the February 15 following submission of the certified report under subsection (1) of this section, any member of the general assembly may make a request in writing to the chairperson of the legislative council that the legislative council hold a hearing or hearings to review any addition or change to elements of the SIP contained in the report submitted pursuant to subsection (1) of this section. Upon receipt of such request, the chairperson of the legislative council shall forthwith schedule a hearing to conduct such review. Any review by the legislative council shall determine whether the addition or change to the SIP element accomplishes the results intended by enactment of the statutory provisions under which the addition or change to the SIP element was adopted. The legislative council, after allowing a public hearing preceded by adequate notice to the public and the commission, may recommend the introduction of a bill or bills based on the results of such review. If the legislative council does not recommend introduction of a bill under this subsection (2), the addition or change to the SIP element may be submitted under paragraph (b) of this subsection (2). Any bill recommended for consideration under this subsection (2) shall not be counted against the number of bills to which members of the general assembly are limited by law or joint rule of the senate and the house of representatives. If the legislative council does not recommend the introduction of a bill under this paragraph (a), and the member or members of the general assembly that requested such review will be introducing a bill under the provisions

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of paragraph (c) of this subsection (2), any such member shall provide written notice to the chairperson of the legislative council within three days after the action by the legislative council not to recommend introduction of a bill. If such member or members provide such written notice, the addition or change to the SIP or any element thereof that is the subject of any such bill may not be submitted to the administrator of the federal environmental protection agency until the expiration of the addition or change to the SIP has been postponed by the general assembly acting by bill or the member or members provide written notice to the chairperson of the executive committee of the legislative council that no bill will be introduced.

(b) Unless a written request for legislative council review of an addition or change to a SIP element is submitted by the February 15 following submission of the report under subsection (1) of this section, or a notice is provided by a member or members that they are introducing a bill under paragraph (c) of this subsection (2) within three days after legislative council action not to introduce a bill under paragraph (a) of this subsection (2), all other additions or changes to a SIP element described in such report shall be submitted to the administrator for final approval and incorporation into the SIP.

(c) Until such February 15 as provided in paragraph (b) of this subsection (2), the commission may only submit an addition or change to the SIP or any element thereof, as defined in section 110 of the federal act, any rule which is a part thereof, or any revision thereto as specified in subsection (1) of this section to the administrator for conditional approval or temporary approval. If legislative council review is requested as to any addition or change to a SIP element under paragraph (a) of this

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| subsection (2), then no such SIP, revision, rule required by the SIP or |
|--|
| revision, or rule related to the implementation of the SIP or revision so |
| submitted to the administrator may take effect for purposes of federal |
| enforceability, or enforcement of any kind at the state level against any |
| person or entity based only on the commission's general authority to adopt |
| a SIP under section 25-7-105 (1), unless expiration of the SIP, rule |
| required for the SIP, or addition or change to a SIP element has been |
| postponed by the general assembly acting by bill in the same manner as |
| provided in section 24-4-103 (8)(c) and (8)(d), C.R.S. Any member of the |
| general assembly may introduce a bill to modify or delete all or a portion |
| of the SIP or any rule or additions or changes to SIP elements which are |
| a component thereof. Any bill introduced under this paragraph (c) shall |
| not be counted against the number of bills to which members of the |
| general assembly are limited by law or joint rule of the senate and the |
| house of representatives. Any committee of reference of the senate or the |
| house of representatives to which a bill introduced under this paragraph |
| (c) is referred shall conduct as part of consideration of any such bill on |
| the merits the review provided for under paragraph (a) of this subsection |
| (2). If any bill is introduced under paragraph (a) of this subsection (2) or |
| under this paragraph (c) to postpone the expiration of any addition or |
| change to a SIP element described in a report submitted under subsection |
| (1) of this section, and any such bill does not become law, the addition or |
| change to a SIP element addressed in such bill may be submitted to the |
| administrator of the federal environmental protection agency for final |
| approval and incorporation into the SIP under paragraph (b) of this |
| subsection (2). |

(d) Repealed.

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(2.5) (a) Until February 15 following submission of the Certified Report under Subsection (1) of this section, any addition or change to the SIP must not be not submitted to the Administrator for final approval and incorporation into the SIP, unless the addition or change is designated by the governor or the Governor's designee as a provisional submission.

(b) By February 15 any member of the general assembly may introduce a bill to modify or delete all or a portion of the additions or changes to the SIP in the certified report submitted pursuant to subsection (1)(a) of this section. Any bill introduced under this subsection (2.5)(b) does not count against the number of bills to which members of the general assembly are limited by law or joint rule of the senate and the house of representatives. During the period that any such bill introduced under this subsection (2.5)(b) is being considered, the additions or changes to the SIP may not be submitted to the administrator for final approval and incorporation into the SIP, unless designated by the governor or the governor's designee as a provisional submission.

(c) If a bill introduced under subsection (2.5)(b) of this section that seeks to modify or delete the additions or changes to the SIP does not become law, the additions or changes to the SIP must be submitted to the administrator for final approval and incorporation into the SIP. If the bill becomes law, the commission shall modify or delete the additions or changes to the SIP as directed by the bill, and any modified additions or changes to the SIP shall then be submitted to the administrator

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| 1 | FOR FINAL APPROVAL AND INCORPORATION INTO THE SIP. |
|----|--|
| 2 | (d) As used in this subsection (2.5) , "additions or changes" |
| 3 | MEANS ADDITIONS OR CHANGES TO REGULATORY REQUIREMENTS. |
| 4 | SECTION 9. In Colorado Revised Statutes, 25-7-133.5, amend |
| 5 | (3) as follows: |
| 6 | 25-7-133.5. Approval or rescission of specific revisions to state |
| 7 | implementation plan (SIP) after 1996. (3) Revisions to the SIP that are |
| 8 | adopted solely to conform the SIP to prior actions of the general assembly |
| 9 | under section 25-7-133 and this section may be submitted to the federal |
| 10 | environmental protection agency for final approval under section |
| 11 | 25-7-133 (2) SECTION 25-7-133 (2.5) without further approval by the |
| 12 | general assembly under section 25-7-133 or this section. |
| 13 | SECTION 10. Appropriation. (1) For the 2022-23 state fiscal |
| 14 | year, \$750,000 is appropriated to the department of personnel. This |
| 15 | appropriation is from the general fund. The department may use this |
| 16 | appropriation for covering the cost of issuing free annual eco passes |
| 17 | provided by the regional transportation district created in section |
| 18 | 32-9-105, C.R.S. |
| 19 | (2) For the 2022-23 state fiscal year, \$25,000,000 is appropriated |
| 20 | to the office of the governor for use by the Colorado energy office. This |
| 21 | appropriation is from the industrial and manufacturing operations clean |
| 22 | air grant program cash fund created in section 24-38.5-113 (6)(a), C.R.S. |
| 23 | To implement this act, the Colorado energy office may use this |
| 24 | appropriation to implement the industrial and manufacturing operations |
| 25 | clean air grant program created in section 24-38.5-113 (3)(a), C.R.S. |
| 26 | (3) For the 2022-23 state fiscal year, \$12,000,000 is appropriated |
| 27 | to the office of the governor for use by the Colorado energy office. This |

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appropriation is from the community access to electric bicycles cash fund created in section 24-38.5-406 (1)(a), C.R.S. To implement this act, the Colorado energy office may use this appropriation to implement the community access to electric bicycles grant program created in section 24-38.5-403 (1)(a)(I), C.R.S., and the community access to electric bicycles rebate program created in section 24-38.5-404 (1), C.R.S.

- (4) For the 2022-23 state fiscal year, \$15,000,000 is appropriated to the department of public health and environment for use by the division of administration. This appropriation is from the diesel truck emissions reduction grant program cash fund created in section 24-7-1407 (1)(a), C.R.S. To implement this act, the division of administration may use this appropriation to implement the diesel truck emissions reduction grant program created in section 25-7-1404 (1).
- (5) For the 2022-23 state fiscal year, \$65,000,000 is appropriated to the department of public health and environment. This appropriation is from the electrifying school buses grant program cash fund created in section 25-7-1505 (1)(a), C.R.S. To implement this act, the department may use this appropriation to implement the electrifying school buses grant program created in section 25-7-1503 (1)(a), C.R.S.
- (6) For the 2022-23 state fiscal year, \$7,000,000 is appropriated to the department of public health and environment. This appropriation is from the general fund. The department may use this appropriation to finance the aerial surveying of pollutants. Any money appropriated in this subsection (6) that is not expended before July 1, 2023, is further appropriated to the department for the 2023-24 and 2024-25 state fiscal years for the same purpose.

SECTION 11. Safety clause. The general assembly hereby finds,

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- determines, and declares that this act is necessary for the immediate
- 2 preservation of the public peace, health, or safety.

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