

Second Regular Session
Seventy-second General Assembly
STATE OF COLORADO

UNEDITED
UNREVISED
DRAFT
5.17.20

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LLS NO. 20-1263.01 Jason Gelender x4330

COMMITTEE BILL

Joint Budget Committee

BILL TOPIC: "Fund Controlled Maintenance Projects"
DEADLINES: File by: 5/26/2020

A BILL FOR AN ACT

101 CONCERNING A REQUIREMENT THAT A PORTION OF THE PROCEEDS OF
102 THE SENATE BILL 17-267 LEASE-PURCHASE AGREEMENT THAT
103 WILL BE EXECUTED IN STATE FISCAL YEAR 2019-20 BE USED
104 ONLY FOR CONTROLLED MAINTENANCE PROJECTS.

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/>.)

Joint Budget Committee. Under current law, enacted by Senate Bill 17-267, the state will execute the second of four tranches of lease-purchase agreements of up to \$500 million in principal value each

*Capital letters or bold & italic numbers indicate new material to be added to existing statute.
Dashes through the words indicate deletions from existing statute.*

before the end of state fiscal year 2019-20 for the sole purpose of funding transportation projects. Due to a favorable interest rate environment, the state is expected to actually receive more than \$500 million dollars of proceeds from the execution of this second tranche of lease-purchase agreements. The bill requires the lesser of all of proceeds received in excess of \$500 million or \$49 million of such proceeds to be used for controlled maintenance projects instead of transportation projects.

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

2 **SECTION 1.** In Colorado Revised Statutes, 24-82-1303, **add**
3 (4)(a.5) as follows:

4 **24-82-1303. Lease-purchase agreements for capital**
5 **construction and transportation projects.** (4) Proceeds of
6 lease-purchase agreements executed as required by subsection (2)(a) of
7 this section shall be used as follows:

8 (a.5) OF THE PROCEEDS OF LEASE-PURCHASE AGREEMENTS ISSUED
9 AS REQUIRED BY SUBSECTION (2)(a)(II), THE LESSER OF ALL PROCEEDS IN
10 EXCESS OF FIVE HUNDRED MILLION DOLLARS OR FORTY-NINE MILLION
11 DOLLARS OF SUCH EXCESS PROCEEDS SHALL BE USED ONLY FOR
12 CONTROLLED MAINTENANCE PROJECTS IN THE STATE.

13 **SECTION 2. Safety clause.** The general assembly hereby finds,
14 determines, and declares that this act is necessary for the immediate
15 preservation of the public peace, health, or safety.