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

## REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction

LLS NO. 22-0105.01 Sarah Lozano x3858

**HOUSE BILL 22-1104** 

#### **HOUSE SPONSORSHIP**

**Boesenecker,** Benavidez, Bernett, Bird, Cutter, Duran, Exum, Froelich, Gray, Hooton, Jodeh, Kennedy, Kipp, Lontine, Ricks, Titone, Woodrow

#### SENATE SPONSORSHIP

Priola,

#### **House Committees**

#### **Senate Committees**

Transportation & Local Government

	A BILL FOR AN ACT
101	CONCERNING PUBLIC RECREATIONAL TRAILS IN ELECTRIC
102	TRANSMISSION CORRIDORS OF THE STATE, AND, IN CONNECTION
103	THEREWITH, ENCOURAGING TRANSMISSION PROVIDERS TO
104	ENTER INTO WRITTEN AGREEMENTS FOR THE CONSTRUCTION
105	AND MAINTENANCE OF POWERLINE TRAILS AND REQUIRING
106	TRANSMISSION PROVIDERS TO PROVIDE INFORMATIONAL
107	RESOURCES AND NOTIFY LOCAL GOVERNMENTS REGARDING THE
108	POTENTIAL FOR POWERLINE TRAILS WHEN PLANNING FOR THE
109	EXPANSION OR CONSTRUCTION OF TRANSMISSION CORRIDORS.

### **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

HOUSE 3rd Reading Unamended February 24, 2022

HOUSE Amended 2nd Reading February 23, 2022 applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

#### The bill:

- Allows transmission providers to enter into contracts with public entities or private landowners to construct and maintain public recreational trails (powerline trails) covering a tract of land where transmission lines are or will be constructed (transmission corridor);
- Allows transmission providers to include certain contractual provisions in powerline trail contracts;
- Allows transmission providers to recover costs incurred in implementing and complying with the bill through an increase in rates;
- Requires transmission providers to develop and maintain informational resources to encourage the construction of new powerline trails;
- Requires a transmission provider, when siting or expanding a transmission line, to notify local governments of the potential for a powerline trail in the associated transmission corridor;
- Requires a transmission provider, when applying for a permit with a local government to develop in an area of state interest, to demonstrate compliance with the requirement to notify local governments of the potential for a powerline trail and to develop and maintain informational resources encouraging construction of new powerline trails;
- Requires the public utilities commission to amend its rules to also require electric public utilities in the state to consider plans for the construction of new powerline trails and with the requirement to develop and maintain informational resources on powerline trails;
- Requires the Colorado electric transmission authority (CETA) to arrange for the continuation of any existing powerline trail contracts before entering into a project or divesting a facility; and
- Requires the CETA to give priority for project solicitations to electric utilities and other entities that demonstrate an interest in continuing or creating a powerline trail.
- 1 Be it enacted by the General Assembly of the State of Colorado:
- 2 **SECTION 1. Legislative declaration.** (1) The general assembly

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1	hereby finds and declares that:
2	(a) Outdoor recreation is an essential component of Colorado's
3	identity and economy and is vital to the health and enjoyment of
4	Coloradans;
5	(b) Transmission lines deliver electricity to Colorado's cities and
6	towns, and adding recreational trails in the corridors underneath those
7	transmission lines could provide additional community value and
8	benefits; and
9	(c) These recreational trails, known as powerline trails, can:
10	(I) Provide a network of safe and enjoyable routes to work and
11	school or for a recreational purpose;
12	(II) Reduce the land acquisition costs of new recreational trails;
13	(III) Bring new outdoor recreation opportunities and tourism to
14	rural areas of Colorado;
15	(IV) Provide access to scenic landscapes and cultural features of
16	Colorado; and
17	(V) Provide sustainable community connections.
18	(2) The general assembly therefore declares that the development
19	of powerline trails in the state should be encouraged, facilitated, and
20	accelerated while protecting the safety of the state's residents.
21	SECTION 2. In Colorado Revised Statutes, add article 45 to title
22	33 as follows:
23	ARTICLE 45
24	Powerline Trails
25	<b>33-45-101. Short title.</b> The short title of this article 45 is
26	THE "POWERLINE TRAILS ACT".
27	33-45-102. Definitions. As used in this article 45, unless the

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2	(1) "COMMISSION" MEANS THE PUBLIC UTILITIES COMMISSION OF
3	THE STATE OF COLORADO.
4	(2) "DISTRICT" MEANS A SPECIAL DISTRICT, LOCAL IMPROVEMENT
5	DISTRICT, SCHOOL DISTRICT, OR OTHER POLITICAL SUBDIVISION OF THE
6	STATE.
7	(3) "LOCAL GOVERNMENT" MEANS A HOME RULE OR STATUTORY
8	MUNICIPALITY, COUNTY, OR CITY AND COUNTY.
9	(4) "LOCAL IMPROVEMENT DISTRICT" HAS THE MEANING SET
10	FORTH IN SECTION 32-7-103 (7).
11	(5) "POWERLINE TRAIL" MEANS A MULTIMODAL TRAIL THAT IS:
12	(a) EIGHT FEET IN WIDTH OR WIDER;
13	(b) MADE OF HARD SURFACE SUCH AS CONCRETE OR COMPACTED
14	GRAVEL;
15	(c) USED FOR RECREATIONAL PURPOSES OR COMMUTING IN A
16	MANNER THAT DOES NOT INVOLVE A MOTOR VEHICLE; AND
17	(d) LOCATED IN AN EXISTING OR FUTURE TRANSMISSION
18	CORRIDOR.
19	(6) "Public entity" means the state, a local government,
20	OR A DISTRICT.
21	(7) (a) "RECREATIONAL PURPOSE" INCLUDES WALKING, RUNNING,
22	BICYCLING, CLASS 1 OR CLASS 2 ELECTRICAL ASSISTED BICYCLING,
23	EQUESTRIAN ACTIVITIES, USE OF ELECTRIC SCOOTERS, CROSS-COUNTRY
24	SKIING, OR OTHER SIMILAR USES.
25	(b) "RECREATIONAL PURPOSE" DOES NOT INCLUDE THE USE OF A
26	MOTOR VEHICLE OR OTHER SELF-PROPELLED VEHICLE THAT IS NOT AN
27	ELECTRICAL ASSISTED BICYCLE, ELECTRIC SCOOTER, LOW-POWER

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CONTEXT OTHERWISE REQUIRES:

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1	SCOOTER, OR MOTORIZED WHEELCHAIR, AS THOSE TERMS ARE DEFINED IN
2	SECTION 42-1-102.
3	(8) "SCHOOL DISTRICT" HAS THE MEANING SET FORTH IN SECTION
4	22-11-103 (29).
5	(9) "SPECIAL DISTRICT" HAS THE MEANING SET FORTH IN SECTION
6	32-1-103 (20).
7	
8	(10) "Transmission corridor" means a tract of Landowned,
9	OCCUPIED, OR LEASED BY A TRANSMISSION PROVIDER, OR COVERED BY AN
10	EASEMENT OR RIGHT-OF-WAY HELD BY A TRANSMISSION PROVIDER, WHERE
11	AN ELECTRIC TRANSMISSION LINE IS CONSTRUCTED, OPERATED, OR
12	MAINTAINED AT A VOLTAGE OF SIXTY-NINE THOUSAND VOLTS OR ABOVE.
13	(11) (a) "TRANSMISSION PROVIDER" MEANS:
14	(I) A TRANSMISSION UTILITY, AS DEFINED IN SECTION 40-5-108
15	(1)(b); OR
16	(II) THE COLORADO ELECTRIC TRANSMISSION AUTHORITY
17	CREATED IN SECTION 40-42-103 (1).
18	(b) "TRANSMISSION PROVIDER" DOES NOT INCLUDE A MUNICIPALLY
19	OWNED UTILITY, A POWER AUTHORITY ESTABLISHED PURSUANT TO
20	SECTION 29-1-204 (1), OR A COOPERATIVE ELECTRIC ASSOCIATION, AS
21	DEFINED IN SECTION $40-9.5-102$ (1), THAT HAS VOTED TO EXEMPT ITSELF
22	FROM THE "PUBLIC UTILITIES LAW", ARTICLES 1 TO 7 OF TITLE 40,
23	PURSUANT TO SECTION $40-9.5-103$ .
24	33-45-103. Powerline trails - written contracts - informational
25	resources - coordination with division of parks and wildlife. (1) A
26	TRANSMISSION PROVIDER, AS THE OWNER, OCCUPANT, OR LESSEE OF A
27	TRANSMISSION CORRIDOR OR THE HOLDER OF AN EASEMENT OR

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1	RIGHT-OF-WAY COVERING A TRANSMISSION CORRIDOR, MAY ENTER INTO
2	A WRITTEN CONTRACT WITH A PUBLIC ENTITY OR PRIVATE LANDOWNER TO
3	CONSTRUCT AND MAINTAIN A POWERLINE TRAIL COVERING ALL OR SOME
4	OF THE TRANSMISSION CORRIDOR.
5	
6	(2) BEGINNING NO LATER THAN MAY 1, 2023, ALL TRANSMISSION
7	PROVIDERS SHALL DEVELOP, MAINTAIN, AND DISTRIBUTE INFORMATIONAL
8	RESOURCES TO ENCOURAGE, FACILITATE, AND STREAMLINE THE
9	CONSTRUCTION OF NEW POWERLINE TRAILS IN TRANSMISSION CORRIDORS
10	THAT ARE SUITABLE FOR THE CONSTRUCTION AND MAINTENANCE OF A
11	POWERLINE TRAIL. SUCH INFORMATIONAL RESOURCES, AT A MINIMUM,
12	MUST:
13	(a) INCLUDE THE FOLLOWING:
14	(I) DESIGN BEST PRACTICES;
15	(II) SAFETY REQUIREMENTS; AND
16	
17	(III) EXAMPLES OF AT LEAST FOUR POWERLINE TRAILS IN THE
18	STATE;
19	(b) BE PUBLICLY AVAILABLE ON THE TRANSMISSION PROVIDER'S
20	WEBSITE;
21	(c) TO THE EXTENT POSSIBLE, BE CONSISTENT WITH OTHER
22	RESOURCES FROM TRANSMISSION PROVIDERS IN THE STATE;
23	(d) BE REVIEWED AND REVISED PERIODICALLY BY THE
24	TRANSMISSION PROVIDER; AND
25	(e) BE PROVIDED TO LOCAL GOVERNMENTS PURSUANT TO SECTION
26	29-20-108 (6).
27	(3) IN THE DESIGN AND CONSTRUCTION OF A DOWED INFTRAIL A

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2	PARKS AND WILDLIFE TO MINIMIZE ADVERSE IMPACTS TO:
3	(a) STATE AND FEDERALLY LISTED SPECIES; AND
4	(b) SPECIES AND HABITATS OF CONSERVATION CONCERN.
5	(4) NOTWITHSTANDING ANY LAW TO THE CONTRARY, NOTHING IN
6	THIS SECTION:
7	(a) LIMITS THE PROTECTIONS PROVIDED TO A LANDOWNER UNDER
8	SECTION 13-21-115 AND ARTICLE 41 OF THIS TITLE 33;
9	(b) Limits the protections provided to a public entity
10	UNDER THE "COLORADO GOVERNMENTAL IMMUNITY ACT", ARTICLE 10 OF
11	TITLE 24;
12	(c) REQUIRES A TRANSMISSION PROVIDER TO ALLOW A POWERLINE
13	TRAIL OR ANY OTHER FACILITY ON ITS TRANSMISSION CORRIDOR;
14	(d) REQUIRES A PUBLIC OR PRIVATE LANDOWNER WHOSE
15	PROPERTY IS ADJACENT TO OR INCLUSIVE OF A TRANSMISSION CORRIDOR
16	TO ALLOW PUBLIC ACCESS TO ANY PORTION OF THE LANDOWNER'S
17	PROPERTY;
18	(e) LIMITS THE PROTECTIONS PROVIDED TO TRANSMISSION
19	PROVIDERS UNDER SECTION 29-7.5-105; AND
20	(f) RELIEVES ANY PERSON FROM ANY OBLIGATION THAT PERSON
21	MAY OTHERWISE HAVE IN THE ABSENCE OF THIS SECTION TO EXERCISE
22	CARE IN THE USE OF A POWERLINE TRAIL OR FROM THE LEGAL
23	CONSEQUENCES OF THE FAILURE TO EXERCISE SUCH CARE.
24	SECTION 3. In Colorado Revised Statutes, 24-65.1-501, add (7)
25	as follows:
26	24-65.1-501. Permit for development in area of state interest
27	or to conduct an activity of state interest required. (7) AS PART OF AN

PUBLIC ENTITY SHALL CONSULT AND COORDINATE WITH THE DIVISION OF

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1	APPLICATION FOR A PERMIT UNDER SUBSECTION (1) OF THIS SECTION, A
2	TRANSMISSION PROVIDER, AS DEFINED IN SECTION 33-45-102 (11), MUST
3	DEMONSTRATE TO THE LOCAL GOVERNMENT THROUGH WRITTEN
4	DOCUMENTATION THAT IT HAS COMPLIED WITH SECTIONS 29-20-108 (6)
5	AND 33-45-103 (2).
6	SECTION 4. In Colorado Revised Statutes, 29-20-108, amend
7	(3); and add (6) as follows:
8	29-20-108. Local government regulation - location,
9	construction, or improvement of major electrical or natural gas
10	facilities - powerline trail notification - legislative declaration -
11	definitions. (3) As used in this section, UNLESS THE CONTEXT OTHERWISE
12	REQUIRES:
13	(a) "Major electrical or natural gas facilities" includes one or more
14	of the following:
15	(a) (I) Electrical generating facilities;
16	(b) (II) Substations used for switching, regulating, transforming,
17	or otherwise modifying the characteristics of electricity;
18	(e) (III) Transmission lines operated at a nominal voltage of
19	sixty-nine thousand volts or above;
20	(d) (IV) Structures and equipment associated with such electrical
21	generating facilities, substations, or transmission lines; or
22	(e) (V) Structures and equipment utilized for the local distribution
23	of natural gas service, including, but not limited to, compressors, gas
24	mains, and gas laterals.
25	(b) "POWERLINE TRAIL" HAS THE MEANING SET FORTH IN SECTION
26	33-45-102 (5).
27	(c) "Transmission corridor" has the meaning set forth in

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1	SECTION 33-45-102 (10).
2	(d) "Transmission provider" has the meaning set forth in
3	SECTION $33-45-102$ (11).
4	(6) (a) When notifying a local government of its plans to
5	SITE A NEW TRANSMISSION LINE OR EXPAND AN EXISTING TRANSMISSION
6	LINE UNDER THIS SECTION, A TRANSMISSION PROVIDER SHALL ALSO NOTIFY
7	THE LOCAL GOVERNMENT OF THE POTENTIAL FOR THE CONSTRUCTION OF
8	A POWERLINE TRAIL IN THE ASSOCIATED TRANSMISSION CORRIDOR. ANY
9	NOTIFICATION UNDER THIS SUBSECTION (6)(a) MUST INCLUDE THE
10	INFORMATIONAL RESOURCES DEVELOPED UNDER SECTION 33-45-103 (2).
11	(b) A TRANSMISSION PROVIDER IS ONLY REQUIRED TO NOTIFY A
12	LOCAL GOVERNMENT OF THE POTENTIAL FOR THE CONSTRUCTION OF A
13	POWERLINE TRAIL UNDER SUBSECTION $(6)(a)$ OF THIS SECTION IF:
14	(I) THE TRANSMISSION LINE WILL BE EXTENDED BY MORE THAN
15	ONE MILE; OR
16	(II) THE TRANSMISSION LINE CAPACITY WILL BE INCREASED BY
17	MORE THAN TEN PERCENT.
18	<b>SECTION 5.</b> In Colorado Revised Statutes, 40-2-126, amend (1);
19	and <b>add</b> (6) as follows:
20	40-2-126. Transmission facilities - biennial review - energy
21	resource zones - definitions - plans - approval - cost recovery. (1) As
22	used in this section, UNLESS THE CONTEXT OTHERWISE REQUIRES:
23	(a) "Energy resource zone" means a geographic area in which
24	transmission constraints hinder the delivery of electricity to Colorado
25	consumers, the development of new electric generation facilities to serve
26	Colorado consumers, or both.
27	(b) "LOCAL GOVERNMENT" HAS THE MEANING SET FORTH IN

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1	SECTION 33-45-102 (3).
2	(c) "POWERLINE TRAIL" HAS THE MEANING SET FORTH IN SECTION
3	33-45-102 (5).
4	(6) THE COMMISSION SHALL AMEND ITS RULES REQUIRING THE
5	FILING OF TEN-YEAR TRANSMISSION PLANS BY UTILITIES TO ALSO REQUIRE
6	UTILITIES TO:
7	(a) CONSIDER AND ADDRESS PLANS FOR THE CONSTRUCTION OF
8	NEW POWERLINE TRAILS IN COORDINATION WITH APPLICABLE LOCAL
9	GOVERNMENTS IN EACH TWO-YEAR UPDATE TO A TEN-YEAR TRANSMISSION
10	PLAN; AND
11	(b) Demonstrate compliance with section 33-45-103 (2).
12	SECTION 6. In Colorado Revised Statutes, 40-42-102, add
13	(13.5) as follows:
14	40-42-102. Definitions. As used in this article 42, unless the
15	context otherwise requires:
16	(13.5) "POWERLINE TRAIL" HAS THE MEANING SET FORTH IN
17	SECTION 33-45-102 (5).
18	SECTION 7. In Colorado Revised Statutes, 40-42-104, amend
19	(1)(g)(II), (1)(g)(III), (1)(n), and (3); and add (1)(g)(IV), (2)(f), and (5)(e)
20	as follows:
21	40-42-104. General and specific powers and duties of the
22	authority. (1) Except as otherwise limited by this article 42, the
23	authority, acting through the board, has the power to:
24	(g) Make and enter into all contracts, leases, and agreements,
25	including intergovernmental agreements and assignments of payments to
26	host landowners, that are necessary or incidental to the performance of its
27	duties and the exercise of its powers under this article 42, including:

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1	(II) Contracts for the lease and operation by the authority of
2	eligible facilities owned by an electric utility or other private person; and
3	(III) Contracts for leasing eligible facilities owned by the
4	authority, subject to the requirement that the authority deposit any
5	revenue derived pursuant to the lease into the electric transmission
6	bonding fund; AND
7	(IV) CONTRACTS FOR POWERLINE TRAILS PURSUANT TO SECTION
8	33-45-103;
9	(n) Through participation in appropriate regional transmission
10	forums and other organizations, including organized wholesale markets,
11	as defined in section 40-5-108 (1)(a), coordinate, investigate, plan,
12	prioritize, and negotiate with entities within and outside Colorado for the
13	establishment of interstate transmission corridors and engage in other
14	transmission planning activities that would increase grid reliability, help
15	Colorado meet its clean energy goals, PROMOTE THE CONSTRUCTION AND
16	MAINTENANCE OF POWERLINE TRAILS THROUGHOUT THE STATE, and aid
17	in economic AND COMMUNITY development;
18	(2) Except as provided in this subsection (2), the authority shall
19	not enter into a project if an electric utility or a nonincumbent
20	transmission provider or other entity is constructing or has constructed the
21	facilities or is providing the services contemplated by the authority.
22	Before the authority enters into a project, the following procedural
23	requirements must be met:
24	(f) THE AUTHORITY MUST ARRANGE FOR THE CONTINUATION OF
25	ANY EXISTING CONTRACTS FOR POWERLINE TRAILS ENTERED INTO
26	PURSUANT TO SECTION 33-45-103.
27	(3) In soliciting and entering into contracts for the transmission or

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I	storage of electricity, the authority and any person leasing or operating
2	eligible facilities financed or acquired by the authority shall, if
3	practicable, give priority to:
4	(a) Those contracts that will transmit or store electricity to be sold
5	and consumed in Colorado; AND
6	(b) ELECTRIC UTILITIES OR OTHER ENTITIES THAT DEMONSTRATE
7	AN INTEREST IN CONTINUING AN EXISTING POWERLINE TRAIL ESTABLISHED
8	BY THE AUTHORITY OR CONSTRUCTING AND MAINTAINING A NEW
9	POWERLINE TRAIL ON THE ELIGIBLE FACILITIES.
10	(5) (e) The authority must arrange for the continuation
11	OF ANY EXISTING CONTRACTS FOR POWERLINE TRAILS ENTERED INTO
12	PURSUANT TO SECTION 33-45-103 IF IT DIVESTS ITSELF OF AN ELIGIBLE
13	FACILITY.
14	SECTION 8. In Colorado Revised Statutes, 32-9-103, amend the
15	introductory portion and (6.9) as follows:
16	<b>32-9-103. Definitions.</b> As used in this article ARTICLE 9, unless
17	the context otherwise requires:
18	(6.9) "Major electrical facilities" shall have HAS the same meaning
19	as set forth in section 29-20-108 (3)(a), (3)(b), (3)(c), and (3)(d), C.R.S.
20	SECTION 29-20-108 (3)(a)(I), (3)(a)(II), (3)(a)(III), AND (3)(a)(IV).
21	SECTION 9. Safety clause. The general assembly hereby finds,
22	determines, and declares that this act is necessary for the immediate
23	preservation of the public peace, health, or safety.

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