

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

**PREAMENDED**

*This Unofficial Version Includes Committee  
Amendments Not Yet Adopted on Second Reading*

LLS NO. 22-0489.02 Jane Ritter x4342

**HOUSE BILL 22-1380**

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**HOUSE SPONSORSHIP**

**Gonzales-Gutierrez and Pelton, Kennedy, McCormick**

**SENATE SPONSORSHIP**

**Bridges and Coram,**

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**House Committees**

Public & Behavioral Health & Human Services  
Appropriations

**Senate Committees**

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**A BILL FOR AN ACT**

101      **CONCERNING CREATING COMPREHENSIVE, STATEWIDE SYSTEMS TO**  
102                    **PROVIDE IMPROVED ACCESS TO CRITICAL PROGRAM SERVICES**  
103                    **THAT SUPPORT LOW-INCOME HOUSEHOLDS.**

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**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>.)*

The bill requires the department of human services to implement a work management system across all counties to interface with the Colorado benefits management system used to process and approve applications for essential state public assistance programs such as the supplemental nutrition assistance program (SNAP), medicaid, and

Shading denotes HOUSE amendment. Double underlining denotes SENATE amendment.  
Capital letters or bold & italic numbers indicate new material to be added to existing statute.  
Dashes through the words indicate deletions from existing statute.

Colorado works.

The bill integrates eligibility and enrollment for SNAP with eligibility criteria for the Colorado low-income energy assistance program to increase access.

The bill creates a community food access program (food program) in the department of agriculture (department). The purpose of the food program is to improve access to and lower prices for healthy foods in low-income and underserved areas of the state by supporting small grocery retailers. The small food business recovery and resilience grant program (grant program) is established, to be overseen by the food program. An advisory committee is established to assist the department with the grant program. One-time grants not to exceed \$25,000 will be provided to small grocery retailers to help support infrastructure and other necessary items to make fresh, healthy food more accessible to low-income and underserved communities. The department is granted authority to promulgate rules as necessary to implement the food program.

The food program is repealed, effective September 1, 2027.

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

2 **SECTION 1. Legislative declaration.** (1) The general assembly  
3 finds and declares that:

4 (a) Colorado is ranked as one of the most expensive states to live  
5 in. On a scale of one to fifty, with fifty meaning highest costs, Colorado  
6 ranks forty-eighth for housing affordability and thirty-sixth for cost of  
7 living.

8 (b) Nutrition insecurity rates are at record highs in Colorado, and  
9 the rising cost of food exacerbates this. Today, thirty-three percent of  
10 Coloradans report some degree of food insecurity, up from just less than  
11 ten percent before the COVID-19 pandemic began.

12 (c) Housing affordability and accessibility are at crisis levels in  
13 Colorado; when a family becomes burdened by rent costs, the family  
14 often begins to spend less on other items, such as healthy food;

15 (d) Long-standing disparities in access to healthy food have

1 increased dramatically as a result of the COVID-19 pandemic; forty-three  
2 percent of non-White and Latino Coloradans now struggle to put food on  
3 the table, compared with twenty-nine percent of White Coloradans;

4 (e) More than two hundred fifty thousand Colorado households  
5 receive supplemental nutrition assistance program (SNAP) benefits;

6 (f) More than sixty percent of food retailers in Colorado that  
7 accept SNAP benefits are small, corner, or convenience stores. These  
8 stores often struggle to provide a balanced and healthy selection of food.

9 (g) In response to the COVID-19 public health emergency,  
10 obstacles that small food retailers face in providing healthy, affordable  
11 food to local communities include a lack of financial resources for  
12 capacity-building, such as updating technology, paying for pallet fees, and  
13 technical assistance with negotiating and contracting;

14 (h) To help bring down the cost of essential, fresh, and perishable  
15 food for lower-income households and to maximize the amount and  
16 quality of food they can purchase, it is essential to assist small food  
17 retailers;

18 (i) Small food retailers tend to have higher prices for fresh and  
19 perishable foods compared to large food retailers. Small food retailers  
20 face pallet break fees charged by distributors because they cannot meet  
21 minimum purchase quotas; small food retailers also lack cold storage or  
22 other storage space to store higher quantities of perishable foods; and

23 (j) Therefore, the general assembly declares that it is in the best  
24 interest of Coloradans to establish a community food access program to  
25 improve access to and lower prices for healthy foods in low-income and  
26 underserved areas of the state by supporting small food retailers with  
27 technical assistance, subsidies for pallet, pallet break, distribution,

1 delivery, and other fees, and one-time grants to strengthen infrastructure.

2 (2) The general assembly further finds that:

3 (a) A high-quality work management system will have further  
4 interoperability to interface with the Colorado benefits management  
5 system (CBMS) and other human services technology systems used to  
6 process and approve applications for essential programs like SNAP,  
7 medicaid, and Colorado works;

8 (b) Work management systems are tools that help county offices  
9 triage and manage caseloads, which allows for more time to provide  
10 critical services;

11 (c) Currently, work management systems are not standardized  
12 across the state, with many rural and frontier counties lacking access to  
13 fully optimized tools to better manage workload; and

14 (d) Investing in a universal high-quality work management system  
15 will reduce administrative costs and streamline the application process for  
16 programs like SNAP, medicaid, and Colorado works; and allow for better  
17 case management and improved access to program services that help  
18 low-income households purchase healthy food, pay for medical expenses,  
19 and achieve economic stability.

20 (3) (a) The general assembly further declares that the federal  
21 government enacted the "American Rescue Plan Act of 2021", Pub.L.  
22 117-2, as amended, to help state, local, and tribal governments respond  
23 to the impact and effects of the COVID-19 public health emergency on  
24 their communities, residents, and businesses. Under the federal act, the  
25 state of Colorado has received over three billion dollars to be used for the  
26 purposes identified in the federal act.

27 (b) The general assembly further determines that establishing a

1 community food program, a high-quality work management system, and  
2 a database connection to issue payments to recipients' electronic benefits  
3 transfer cards, as funded by this act, are appropriate uses of the money  
4 transferred to Colorado under the federal act and constitute critical  
5 government services.

6 **SECTION 2.** In Colorado Revised Statutes, **add** 26-2-141 as  
7 follows:

8 **26-2-141. High-quality work management system -**  
9 **implementation - funding - repeal.** (1) BEGINNING JULY 1, 2022, THE  
10 STATE DEPARTMENT SHALL BEGIN WORK TOWARD IMPLEMENTATION OF A  
11 SINGLE, HIGH-QUALITY COUNTY WORK MANAGEMENT SYSTEM DESIGNED  
12 TO PROVIDE A UNIFIED APPROACH TO EFFICIENTLY AND EFFECTIVELY  
13 SERVE COUNTY DEPARTMENTS AND CLIENTS OF THE STATE DEPARTMENT  
14 AND COUNTY DEPARTMENTS. THE PURPOSE OF THE WORK MANAGEMENT  
15 SYSTEM IS TO REDUCE ADMINISTRATIVE COST, STREAMLINE THE  
16 APPLICATION PROCESS FOR VARIOUS BENEFIT PROGRAMS, AND PROVIDE  
17 MORE TIME FOR BETTER CASE MANAGEMENT AND IMPROVED ACCESS TO  
18 PROGRAM SERVICES THAT ASSIST LOW-INCOME HOUSEHOLDS IN  
19 PURCHASING HEALTHY FOOD, PAYING FOR MEDICAL EXPENSES, AND  
20 ACHIEVING ECONOMIC STABILITY.

21 (2) (a) FOR THE 2022-23 STATE FISCAL YEAR, THE GENERAL  
22 ASSEMBLY SHALL APPROPRIATE THREE MILLION DOLLARS FROM THE  
23 ECONOMIC RECOVERY AND RELIEF CASH FUND CREATED IN SECTION  
24 24-75-228 TO THE STATE DEPARTMENT FOR THE PURPOSES OF  
25 IMPLEMENTING THIS SECTION.

26 (b) MONEY SPENT PURSUANT TO THIS SUBSECTION (2) MUST  
27 CONFORM WITH THE ALLOWABLE PURPOSES SET FORTH IN THE FEDERAL

1 "AMERICAN RESCUE PLAN ACT OF 2021", PUB.L. 117-2, AS AMENDED.  
2 THE STATE DEPARTMENT SHALL EITHER SPEND OR OBLIGATE SUCH  
3 APPROPRIATION PRIOR TO DECEMBER 30, 2024, AND EXPEND THE  
4 APPROPRIATION ON OR BEFORE DECEMBER 31, 2026.

5 (3) THE STATE DEPARTMENT SHALL COMPLY WITH THE  
6 COMPLIANCE, REPORTING, RECORD-KEEPING, AND PROGRAM EVALUATION  
7 REQUIREMENTS ESTABLISHED BY THE OFFICE OF STATE PLANNING AND  
8 BUDGETING AND THE STATE CONTROLLER IN ACCORDANCE WITH SECTION  
9 24-75-226 (5).

10 (4) THIS SECTION IS REPEALED, EFFECTIVE SEPTEMBER 1, 2027.

11 **SECTION 3.** In Colorado Revised Statutes, 26-2-307, **amend**  
12 (1)(a), (1)(b) introductory portion, (1)(b)(V) introductory portion,  
13 (1)(b)(V)(B), and (1)(d) introductory portion; **repeal** (1)(b)(III),  
14 (1)(b)(IV), (1)(c), and (1)(e); and **add** (1)(b)(III.5) and (1)(d.1) as  
15 follows:

16 **26-2-307. Fuel assistance payments - eligibility for federal**  
17 **standard utility allowance - supplemental utility assistance fund**  
18 **established - definitions - repeal.** (1) (a) On and after ~~January 1, 2024~~  
19 JULY 1, 2024, the state department shall implement a program to make  
20 fuel assistance payments by crediting the fuel assistance payments to  
21 recipients' electronic benefits transfer service cards.

22 (b) Except as provided in ~~subsections (1)(c) and~~ SUBSECTION  
23 (1)(d) of this section:

24 (III) ~~The state department may seek, accept, and expend outside~~  
25 ~~funds to finance its work to develop the database connection. The state~~  
26 ~~department shall transmit any outside funds received pursuant to this~~  
27 ~~subsection (1)(b)(III) to the state treasurer who shall credit the outside~~

1 ~~funds to the supplemental utility assistance fund.~~

2 (III.5) (A) FOR THE 2022-23 STATE FISCAL YEAR, THE GENERAL  
3 ASSEMBLY SHALL APPROPRIATE TWO MILLION DOLLARS FROM THE  
4 ECONOMIC RECOVERY AND RELIEF CASH FUND CREATED IN SECTION  
5 24-75-228 TO THE STATE DEPARTMENT FOR THE PURPOSES OF  
6 IMPLEMENTING THIS SECTION.

7 (B) MONEY SPENT PURSUANT TO THIS SUBSECTION (1)(b)(III.5)  
8 MUST CONFORM WITH THE ALLOWABLE PURPOSES SET FORTH IN THE  
9 FEDERAL "AMERICAN RESCUE PLAN ACT OF 2021", PUB.L. 117-2, AS  
10 AMENDED. THE STATE DEPARTMENT SHALL EITHER SPEND OR OBLIGATE  
11 SUCH APPROPRIATION PRIOR TO DECEMBER 30, 2024, AND EXPEND THE  
12 APPROPRIATION ON OR BEFORE DECEMBER 31, 2026.

13 (C) THIS SUBSECTION (1)(b)(III.5) IS REPEALED, EFFECTIVE  
14 SEPTEMBER 1, 2027.

15 (IV) ~~The state department shall use outside funds received to~~  
16 ~~process the EBT card payments and for other administrative costs~~  
17 ~~incurred in implementing the program. If insufficient funds are available~~  
18 ~~to cover the administrative costs, the state department shall request that~~  
19 ~~the organization allocate, as part of its budget prepared pursuant to~~  
20 ~~section 40-8.7-108 (3), money to the state department from the energy~~  
21 ~~assistance system benefit charge collected pursuant to section 40-8.7-104~~  
22 ~~(2.5) for this purpose.~~

23 (V) On or before April 1, 2022 2024, and on or before April 1 of  
24 each year thereafter, the state department shall submit a budget to the  
25 organization and the commission to include the state department's  
26 administrative costs to implement the program, INCLUDING THE COST TO  
27 ISSUE PAYMENTS TO RECIPIENTS' ELECTRONIC BENEFITS TRANSFER CARDS

1 FOR PAYMENTS MADE PURSUANT TO SUBSECTION (1)(a) OF THIS SECTION,  
2 and the projected number of eligible households that the state department  
3 identifies as receiving SNAP benefits but that are not receiving assistance  
4 under LEAP, including an estimated number of new SNAP cases that the  
5 state department will approve during the upcoming federal fiscal year.  
6 Based on the budget that the state department submits, the organization  
7 shall:

8 (B) Transmit the money to the state department on or before July  
9 1, 2022 2024, and on or before July 1 of each year thereafter.

10 ~~(c) If, by January 1, 2022, the state department does not receive~~  
11 ~~outside funds pursuant to subsection (1)(b)(III) of this section or does not~~  
12 ~~receive sufficient outside funds to develop the database connection, the~~  
13 ~~state department shall notify the joint technology committee created in~~  
14 ~~section 2-3-1702 that outside funds were not received or that insufficient~~  
15 ~~outside funds were received.~~

16 (d) If insufficient outside funds to develop the database  
17 connection are received by ~~January 1, 2022~~ SEPTEMBER 1, 2022, the state  
18 department need not commence work on developing the database  
19 connection pursuant to subsection (1)(b)(II) of this section, but shall:

20 (d.1) SUBSECTION (1)(d) OF THIS SECTION AND THIS SUBSECTION  
21 (1)(d.1) ARE REPEALED, EFFECTIVE SEPTEMBER 1, 2022.

22 ~~(e) If, after January 1, 2022, the state department receives~~  
23 ~~sufficient outside funds for the purpose of developing the database~~  
24 ~~connection, the state department shall, as soon as practicable, develop the~~  
25 ~~database connection and transition to implementing the program in~~  
26 ~~accordance with subsection (1)(b) of this section.~~

27 **SECTION 4.** In Colorado Revised Statutes, 26-2-308, **amend** (4)



1 and (5) as follows:

2 **26-2-308. Colorado employment first - supplemental nutrition**  
3 **assistance program - federal match - legislative declaration -**  
4 **definition - repeal.** (4) For the 2020-21 state fiscal year, the general  
5 assembly shall appropriate three million dollars from the general fund to  
6 the state department for the purposes described in subsection (3) of this  
7 section. If any unexpended or unencumbered money appropriated for the  
8 fiscal year remains at the end of the fiscal year, the state department may  
9 expend the money for the same purposes ~~in the next fiscal year~~ without  
10 further appropriation.

11 (5) This section is repealed, effective ~~July 1, 2023~~ JULY 1, 2024.

12 **SECTION 5.** In Colorado Revised Statutes, **add** 35-1-116 as  
13 follows:

14 **35-1-116. Community food access program - creation - purpose**  
15 **- duties and responsibilities - grant program - funding - reporting -**  
16 **rules - definitions - repeal.** (1) THERE IS CREATED IN THE DEPARTMENT  
17 A COMMUNITY FOOD ACCESS PROGRAM. THE PURPOSE OF THE PROGRAM IS  
18 TO IMPROVE ACCESS TO AND LOWER PRICES FOR HEALTHY FOODS IN  
19 LOW-INCOME AND UNDERSERVED AREAS OF THE STATE BY SUPPORTING  
20 SMALL FOOD RETAILERS.

21 (2) (a) AS PART OF THE PROGRAM, THE DEPARTMENT SHALL  
22 CREATE A COMMUNITY FOOD CONSORTIUM FOR SMALL FOOD RETAILERS  
23 AND COLORADO-OWNED AND COLORADO-OPERATED FARMS THAT HAS THE  
24 FOLLOWING DUTIES AND RESPONSIBILITIES:

25 (I) PROVIDING TECHNICAL ASSISTANCE IN PURCHASING AND  
26 NEGOTIATIONS;

27 (II) PROVIDING SUBSIDIES FOR PALLET, PALLET BREAK,

1 DISTRIBUTION, AND DELIVERY FEES;

2 (III) ASSISTING WITH CONNECTING SMALL FOOD PRODUCERS TO  
3 SMALL FOOD RETAILERS, WHICH ULTIMATELY SUPPORTS THE FARM,  
4 RETAILER, AND CONSUMER;

5 (IV) OPERATING AS A FOOD VALUE CHAIN COORDINATOR TO  
6 CONNECT SMALL FOOD RETAILERS TO COLORADO-OWNED AND  
7 COLORADO-OPERATED FARMS AND SMALL- AND LARGE-SCALE  
8 DISTRIBUTORS; AND

9 (V) PROVIDING TECHNICAL SUPPORT TO SMALL FOOD RETAILERS  
10 WHO CHOOSE TO PARTICIPATE IN THE CONSORTIUM WITH NEGOTIATING  
11 PALLET, PALLET BREAK, PRICING, DISTRIBUTION, AND DELIVERY FEES FOR  
12 BETTER PRICES ON WHOLESALE PRODUCTS.

13 (b) (I) FOR THE 2022-23 STATE FISCAL YEAR, THE GENERAL  
14 ASSEMBLY SHALL APPROPRIATE ONE MILLION DOLLARS FROM THE  
15 ECONOMIC RECOVERY AND RELIEF CASH FUND CREATED IN SECTION  
16 24-75-228 TO THE DEPARTMENT FOR THE PURPOSES OF IMPLEMENTING  
17 THIS SECTION.

18 (II) THE DEPARTMENT IS AUTHORIZED TO USE UP TO SEVEN  
19 PERCENT OF THE TOTAL MONEY APPROPRIATED TO THE PROGRAM FOR THE  
20 DIRECT AND INDIRECT COSTS OF ADMINISTERING THE PROGRAM.

21 (III) MONEY SPENT PURSUANT TO THIS SUBSECTION (2) MUST  
22 CONFORM WITH THE ALLOWABLE PURPOSES SET FORTH IN THE FEDERAL  
23 "AMERICAN RESCUE PLAN ACT OF 2021", PUB.L. 117-2, AS AMENDED.  
24 THE DEPARTMENT SHALL EITHER SPEND OR OBLIGATE SUCH  
25 APPROPRIATION PRIOR TO DECEMBER 30, 2024, AND EXPEND THE  
26 APPROPRIATION ON OR BEFORE DECEMBER 31, 2026.

27 (IV) THE STATE DEPARTMENT SHALL COMPLY WITH THE

1 COMPLIANCE, REPORTING, RECORD-KEEPING, AND PROGRAM EVALUATION  
2 REQUIREMENTS ESTABLISHED BY THE OFFICE OF STATE PLANNING AND  
3 BUDGETING AND THE STATE CONTROLLER IN ACCORDANCE WITH SECTION  
4 24-75-226 (5).

5 (V) THIS SUBSECTION (2) IS REPEALED, EFFECTIVE SEPTEMBER 1,  
6 2027.

7 (3) (a) AS PART OF THE PROGRAM, THE DEPARTMENT SHALL  
8 CREATE AND MANAGE THE SMALL FOOD BUSINESS RECOVERY AND  
9 RESILIENCE GRANT PROGRAM. THE DEPARTMENT SHALL AWARD ONE-TIME  
10 GRANTS, NOT TO EXCEED TWENTY-FIVE THOUSAND DOLLARS, OUT OF THE  
11 GRANT PROGRAM, TO PARTICIPATING SMALL FOOD RETAILERS AND SMALL  
12 FAMILY FARMS FOR:

13 (I) ASSISTING WITH THE NECESSARY COSTS OF OPERATING;

14 (II) PURCHASING COSTLY EQUIPMENT, INCLUDING BUT NOT  
15 LIMITED TO COLD STORAGE, DISPLAY SHELVING, AND CALIBRATED AND  
16 CERTIFIED PRODUCE SCALES;

17 (III) PROVIDING ACCOUNTING AND BOOK MANAGEMENT SUPPORT;

18 AND

19 (IV) PURCHASING OR UPDATING POINT OF SALES SYSTEMS OR  
20 EQUIPMENT TO ALLOW PARTICIPATING SMALL FOOD RETAILERS TO ACCEPT  
21 PAYMENT FROM ANY FOOD INCENTIVE PROGRAM.

22 (b) (I) THE DEPARTMENT SHALL CREATE AN ADVISORY COMMITTEE  
23 CONSISTING OF NO MORE THAN SEVEN MEMBERS TO ASSIST WITH THE  
24 GRANT PROGRAM. THE ADVISORY COMMITTEE MAY INCLUDE BUT NEED  
25 NOT BE LIMITED TO MEMBERS THAT REFLECT COMMUNITY AND NONPROFIT  
26 ORGANIZATIONS THAT HAVE EXPERIENCE RELEVANT TO SUBSECTION (4)(a)  
27 OF THIS SECTION, SMALL FOOD RETAILERS, AND SMALL FAMILY FARMS

1 THAT ARE NOT APPLYING FOR GRANT FUNDING, AN INDIVIDUAL WHO HAS  
2 PARTICIPATED IN A SUPPLEMENTAL FOOD ASSISTANCE BENEFIT PROGRAM,  
3 AND DEPARTMENT STAFF WITH EXPERIENCE IN GRANT-MAKING. THE  
4 COMMISSIONER SHALL SELECT THE MEMBERS OF THE ADVISORY  
5 COMMITTEE.

6 (II) THE ADVISORY COMMITTEE'S ROLE IS TO MAKE  
7 RECOMMENDATIONS ON AND ASSIST WITH:

8 (A) THE DEVELOPMENT OF THE GRANT APPLICATION;

9 (B) A DISBURSEMENT TIMELINE FOR THE GRANTS;

10 (C) A RUBRIC TO EVALUATE GRANT APPLICATIONS;

11 (D) THE EVALUATION OF GRANT APPLICATIONS; AND

12 (E) AWARDING GRANT MONEY TO ELIGIBLE RECIPIENTS.

13 (III) THE DEPARTMENT AND ADVISORY COMMITTEE SHALL AWARD  
14 AT LEAST THIRTY PERCENT OF THE GRANTS TO APPLICANTS LOCATED IN  
15 RURAL AREAS.

16 (c) (I) FOR THE 2022-23 STATE FISCAL YEAR, THE GENERAL  
17 ASSEMBLY SHALL APPROPRIATE SEVEN MILLION DOLLARS FROM THE  
18 ECONOMIC RECOVERY AND RELIEF CASH FUND CREATED IN SECTION  
19 24-75-228 TO THE DEPARTMENT FOR THE PURPOSES OF IMPLEMENTING  
20 THIS SUBSECTION (3) AND SUBSECTION (4) OF THIS SECTION.

21 (II) THE DEPARTMENT IS AUTHORIZED TO USE UP TO TEN PERCENT  
22 OF THE TOTAL MONEY APPROPRIATED TO THE PROGRAM FOR THE DIRECT  
23 AND INDIRECT COSTS OF ADMINISTERING THE PROGRAM.

24 (III) MONEY SPENT PURSUANT TO THIS SUBSECTION (3) MUST  
25 CONFORM WITH THE ALLOWABLE PURPOSES SET FORTH IN THE FEDERAL  
26 "AMERICAN RESCUE PLAN ACT OF 2021", PUB.L. 117-2, AS AMENDED.  
27 THE DEPARTMENT SHALL EITHER SPEND OR OBLIGATE SUCH

1 APPROPRIATION PRIOR TO DECEMBER 30, 2024, AND EXPEND THE  
2 APPROPRIATION ON OR BEFORE DECEMBER 31, 2026.

3 (IV) THE STATE DEPARTMENT SHALL COMPLY WITH THE  
4 COMPLIANCE, REPORTING, RECORD-KEEPING, AND PROGRAM EVALUATION  
5 REQUIREMENTS ESTABLISHED BY THE OFFICE OF STATE PLANNING AND  
6 BUDGETING AND THE STATE CONTROLLER IN ACCORDANCE WITH SECTION  
7 24-75-226 (5).

8 (V) THIS SUBSECTION (3) IS REPEALED, EFFECTIVE SEPTEMBER 1,  
9 2027.

10 (4) THE DEPARTMENT SHALL DEVELOP A STRATEGY FOR OUTREACH  
11 TO COLORADO-OWNED AND COLORADO-OPERATED FARMS AND FOOD  
12 RETAILERS AND SMALL FARMS THAT ARE INTERESTED IN PARTICIPATING IN  
13 THE CONSORTIUM OR APPLYING FOR A GRANT THROUGH THE GRANT  
14 PROGRAM. THE OUTREACH STRATEGY MUST INCLUDE:

15 (a) FUNDING FOR PARTNERSHIPS WITH NONPROFIT ORGANIZATIONS  
16 TO ENSURE APPLICANTS FOR THE CONSORTIUM AND GRANT PROGRAM  
17 REFLECT THE IDENTITY AND NEEDS OF THEIR INDIVIDUAL COMMUNITIES.  
18 THE OUTREACH STRATEGY MUST INCLUDE FUNDING FOR PARTNERSHIPS  
19 WITH NONPROFIT ORGANIZATIONS THAT HAVE:

20 (I) EXPERIENCE WORKING WITH SMALL FOOD RETAILERS AND  
21 SMALL FAMILY FARMS THAT CURRENTLY ACCEPT PAYMENT FROM ANY  
22 INCENTIVE PROGRAM;

23 (II) EXPERIENCE RUNNING AND SUPPORTING SMALL FOOD  
24 RETAILERS AND SMALL FAMILY FARMS OR ANY OTHER FOOD INCENTIVE  
25 PROGRAM;

26 (III) EXPERIENCE WITH GRANT-MAKING;

27 (IV) COMMUNITY RELATIONSHIPS THAT WILL ENSURE THAT

1 OUTREACH TO SMALL FOOD RETAILERS AND SMALL FARMS REFLECTS THE  
2 IDENTITY AND NEEDS OF INDIVIDUAL COMMUNITIES; OR

3 (V) A DEMONSTRATED TRACK RECORD OF WORKING IN FOOD  
4 ACCESS AND FOOD JUSTICE; AND

5 (b) WORKING WITH LOCAL GOVERNMENTS, COUNTIES, TOWNS, AND  
6 OTHER MUNICIPALITIES.

7 (5) ON OR BEFORE JANUARY 30, 2027, THE DEPARTMENT SHALL  
8 SUBMIT A REPORT TO THE AGRICULTURE, LIVESTOCK, AND WATER  
9 COMMITTEE OF THE HOUSE OF REPRESENTATIVES AND THE AGRICULTURE  
10 AND NATURAL RESOURCES COMMITTEE OF THE SENATE, OR ANY  
11 SUCCESSOR COMMITTEES, ON THE GRANT PROGRAM AND CONSORTIUM,  
12 INCLUDING INFORMATION ON GRANTEES, USE OF GRANT FUNDS, SNAP  
13 SALES, AND PRODUCE AND STOCKING DATA.

14 (6) (a) FOR THE 2022-23 STATE FISCAL YEAR, THE GENERAL  
15 ASSEMBLY SHALL APPROPRIATE ONE MILLION DOLLARS FROM THE  
16 ECONOMIC RECOVERY AND RELIEF CASH FUND CREATED IN SECTION  
17 24-75-228 TO THE DEPARTMENT OF HUMAN SERVICES. THE DEPARTMENT  
18 OF HUMAN SERVICES SHALL USE THE APPROPRIATION FOR ELECTRONIC  
19 BENEFITS TRANSFER BACK-END PROGRAMMATIC UPDATES. THE  
20 APPROPRIATION MUST ALSO BE USED FOR NEW FUNCTIONALITY WITH THE  
21 CONTRACTED FINANCIAL TECHNOLOGY VENDOR AND ELIGIBILITY SYSTEM  
22 THAT MAKES IT POSSIBLE TO DEPOSIT TIME-LIMITED INCENTIVE FUNDS  
23 BASED ON QUALIFYING PURCHASES BACK INTO AN ACCOUNT BY AN  
24 AUTHORIZED ELECTRONIC BENEFITS TRANSFER RETAILER WITH THE  
25 APPROPRIATE MIDDLEWARE.

26 (b) THE DEPARTMENT OF HUMAN SERVICES IS AUTHORIZED TO USE  
27 UP TO TEN PERCENT OF THE TOTAL MONEY APPROPRIATED TO THE

1 PROGRAM FOR THE DIRECT AND INDIRECT COSTS OF ADMINISTERING THE  
2 PROGRAM.

3 (c) MONEY SPENT PURSUANT TO THIS SUBSECTION (6) MUST  
4 CONFORM WITH THE ALLOWABLE PURPOSES SET FORTH IN THE FEDERAL  
5 "AMERICAN RESCUE PLAN ACT OF 2021", PUB.L. 117-2, AS AMENDED.  
6 THE DEPARTMENT OF HUMAN SERVICES SHALL EITHER SPEND OR OBLIGATE  
7 SUCH APPROPRIATION PRIOR TO DECEMBER 30, 2024, AND EXPEND THE  
8 APPROPRIATION ON OR BEFORE DECEMBER 31, 2026.

9 (d) THE DEPARTMENT OF HUMAN SERVICES SHALL COMPLY WITH  
10 THE COMPLIANCE, REPORTING, RECORD-KEEPING, AND PROGRAM  
11 EVALUATION REQUIREMENTS ESTABLISHED BY THE OFFICE OF STATE  
12 PLANNING AND BUDGETING AND THE STATE CONTROLLER IN ACCORDANCE  
13 WITH SECTION 24-75-226 (5).

14 (e) THIS SUBSECTION (6) IS REPEALED, EFFECTIVE SEPTEMBER 1,  
15 2027.

16 (7) THE DEPARTMENT SHALL PROMULGATE RULES AS NECESSARY  
17 FOR THE IMPLEMENTATION OF THIS SECTION.

18 (8) AS USED IN THIS SECTION, UNLESS THE CONTEXT OTHERWISE  
19 REQUIRES:

20 (a) "CONSORTIUM" MEANS THE COMMUNITY FOOD CONSORTIUM  
21 CREATED IN SUBSECTION (2) OF THIS SECTION.

22 (b) "GRANT PROGRAM" MEANS THE SMALL FOOD BUSINESS  
23 RECOVERY AND RESILIENCE GRANT PROGRAM CREATED IN SUBSECTION (3)  
24 OF THIS SECTION.

25 (c) "PROGRAM" MEANS THE COMMUNITY FOOD ACCESS PROGRAM  
26 CREATED IN SUBSECTION (1) OF THIS SECTION.

27 (d) "SMALL FAMILY FARM" MEANS A FARM THAT IS

1 COLORADO-OWNED AND COLORADO-OPERATED AND HAS AN ANNUAL  
2 GROSS REVENUE BELOW THREE HUNDRED FIFTY THOUSAND DOLLARS.

3 (e) "SMALL FOOD RETAILER" MEANS:

4 (I) AN INDEPENDENT OR NONPROFIT-MANAGED,  
5 COLORADO-OWNED, AND COLORADO-OPERATED SMALL FOOD RETAIL  
6 BUSINESS, DEFINED AS A FOOD RETAILER WITH LESS THAN FIVE THOUSAND  
7 SQUARE FEET OF RETAIL SPACE THAT CARRIES AT LEAST THREE  
8 CATEGORIES OF FEDERALLY DEFINED STAPLE FOODS, AS DESCRIBED IN THE  
9 FEDERAL "FOOD AND NUTRITION ACT OF 2008", SECTIONS 3 AND 9, THE  
10 "CONSOLIDATED APPROPRIATIONS ACT OF 2017", SEC. 76, AND THE  
11 FEDERAL "ENHANCING RETAILER STANDARDS IN THE SUPPLEMENTAL  
12 NUTRITION ASSISTANCE PROGRAM", 81 FED. REG. 90675, AND BE  
13 LOCATED IN OR PROVIDE FOOD TO LOCAL, STATE, OR FEDERALLY DEFINED  
14 LOW-INCOME, LOW-ACCESS NEIGHBORHOODS; OR

15 (II) A FARMER'S MARKET OR FARM-DIRECT OPERATION THAT IS  
16 ALREADY OR DEMONSTRATES AN INTENT TO BECOME SNAP AND WIC  
17 ~~AUTHORIZED WHERE ALLOWED.~~

18 (f) "SNAP" MEANS THE SUPPLEMENTAL NUTRITION ASSISTANCE  
19 PROGRAM, ESTABLISHED IN PART 3 OF ARTICLE 2 OF TITLE 26.

20 (g) "WIC" MEANS THE SPECIAL SUPPLEMENTAL NUTRITION  
21 PROGRAM FOR WOMEN, INFANTS, AND CHILDREN, CREATED PURSUANT TO  
22 42 U.S.C. SEC. 1786.

23 (8) THIS SECTION IS REPEALED, EFFECTIVE SEPTEMBER 1, 2027.

24 **SECTION 6. Safety clause.** The general assembly hereby finds,  
25 determines, and declares that this act is necessary for the immediate  
26 preservation of the public peace, health, or safety.