First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 23-0623.01 Jason Gelender x4330

HOUSE BILL 23-1101

HOUSE SPONSORSHIP

Vigil and Bacon,

SENATE SPONSORSHIP

Winter F.,

House Committees

Senate Committees

Energy & Environment

	A BILL FOR AN ACT
101	CONCERNING SUPPORT FOR TRANSIT, AND, IN CONNECTION
102	THEREWITH, INCREASING THE FLEXIBILITY OF THE OZONE
103	SEASON TRANSIT GRANT PROGRAM AND INCREASING
104	OPPORTUNITIES FOR TRANSIT AGENCY PARTICIPATION IN
105	REGIONAL TRANSPORTATION PLANNING.

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.)

Section 1 of the bill increases the flexibility of the ozone season transit grant program by:

- Allowing an eligible transit agency that operates in an area in which ozone levels are typically highest during a different period than June 1 to August 31 of a calendar year to designate a different period of the calendar year for its "ozone season";
- Allowing a grant recipient to retain any grant money that it does not spend in the year in which it is received for use in a subsequent year;
- Clarifying that a grant recipient may use grant money for reasonable marketing expenses incurred to raise awareness of free service and increase ridership;
- Clarifying that an eligible transit agency may use grant money to expand free services or free routes or increase the frequency of service on routes for which free service is already offered; and
- Allowing the regional transportation district to use grant money to cover the full costs, rather than up to 80% of the costs, of providing at least 30 days of free transit on all services that it offers.

On and after September 1, 2023, section 3 requires the governing body of the transportation planning organization for each transportation planning region to include at least one voting representative of a transit agency that provides transit service in the transportation planning region. The representative must be appointed by the transit agency or, if multiple transit agencies provide service in the transportation planning region, by agreement of the transit agencies. Section 2 defines the term "transportation planning organization" as used in section 3.

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

2 **SECTION 1.** In Colorado Revised Statutes, 24-38.5-114, amend

3 (1)(d), (4), (5)(a)(I), (5)(a)(II), (5)(a)(III), (5)(a)(IV), (5)(a)(VII),

4 (5)(b)(I), and (9) as follows:

5 24-38.5-114. Ozone season transit grant program - fund -

6 **creation - policies - report - definitions - repeal.** (1) As used in this

7 section, unless the context otherwise requires:

8 (d) "Ozone season" means the period from June 1 to August 31 of

9 a calendar year; EXCEPT THAT, IF AN ELIGIBLE TRANSIT AGENCY OPERATES

10 IN AN AREA IN WHICH OZONE LEVELS ARE TYPICALLY HIGHEST DURING A

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DIFFERENT PERIOD OF A CALENDAR YEAR AND THE ELIGIBLE TRANSIT
AGENCY IDENTIFIES THE DIFFERENT PERIOD IN A GRANT APPLICATION
SUBMITTED TO A TRANSIT ASSOCIATION IN ACCORDANCE WITH THE
REQUIREMENTS OF THIS SECTION, "OZONE SEASON" MEANS, FOR THAT
ELIGIBLE TRANSIT AGENCY, THE DIFFERENT PERIOD IDENTIFIED IN THE
GRANT APPLICATION.

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- (4) To receive a grant, a transit association or the regional transportation district must submit an application to the office in accordance with the requirements of this section and the policies established by the office in accordance with subsection (6) of this section. The office may award grants of up to three million dollars each year to a transit association and up to eleven million dollars each year to the regional transportation district. A TRANSIT ASSOCIATION, THE REGIONAL TRANSPORTATION DISTRICT, OR AN ELIGIBLE TRANSIT AGENCY THAT RECEIVES A GRANT FROM A TRANSIT ASSOCIATION IS NOT REQUIRED TO EXPEND A GRANT IN THE YEAR IN WHICH IT IS RECEIVED AND RETAINS THE GRANT AMOUNT UNTIL IT IS EXPENDED. THE RETENTION OF ALL OR A PORTION OF A GRANT RECEIVED DURING ONE YEAR BY A TRANSIT ASSOCIATION OR THE REGIONAL TRANSPORTATION DISTRICT FOR USE IN A SUBSEQUENT YEAR DOES NOT REDUCE THE MAXIMUM AMOUNT THAT THE TRANSIT ASSOCIATION OR REGIONAL TRANSPORTATION DISTRICT IS ELIGIBLE TO RECEIVE AS A NEW GRANT DURING THE SUBSEQUENT YEAR AS SET FORTH IN THIS SUBSECTION (4).
 - (5) A grant recipient may use the grant money as follows:
- (a) (I) A transit association that receives a grant may use the money to establish a grant program for eligible transit agencies in accordance with this section. A transit association may use a portion of

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the grant money to pay its direct and indirect costs in administering the grant program INCLUDING REASONABLE COSTS TO MARKET THE PROGRAM TO ELIGIBLE TRANSIT AGENCIES.

(II) To receive a grant from the transit association, an eligible transit agency must submit an application to the transit association. At a minimum, the application must describe the free transit services that will be NEWLY provided, or expanded TO INCLUDE ADDITIONAL FREE TYPES OF SERVICE, EXPANDED TO INCLUDE ADDITIONAL FREE ROUTES, OR PROVIDED MORE FREQUENTLY with the grant money, indicate to what extent the eligible transit agency will match the grant money with other money, and commit to providing the new or expanded free services for at least thirty days during the ozone season.

(III) An eligible transit agency that receives a grant through the transit association may use the money to cover the costs associated with providing new or expanded free transit services within its service area during ozone season, including offering additional FREE SERVICES OR free routes or expanding INCREASING THE FREQUENCY OF service on routes for which the eligible transit agency currently offers free service. Grant money may be used to replace fare box revenue and to pay for other expenses necessary to implement the program, including REASONABLE MARKETING EXPENSES INCURRED TO RAISE AWARENESS OF FREE SERVICE AND INCREASE RIDERSHIP AND expenses associated with an increase in ridership as a result of the program.

(IV) An eligible transit agency shall not use grant money to offset or replace funding for free transit services that the eligible transit agency offers as of January 1 of the funding year; EXCEPT THAT AN ELIGIBLE TRANSIT AGENCY MAY USE GRANT MONEY THAT WAS NOT EXPENDED IN

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THE YEAR IN WHICH IT WAS RECEIVED OR GRANT MONEY FROM A GRANT AWARDED FOR A SUBSEQUENT YEAR TO CONTINUE FUNDING FOR ANY SUCH FREE TRANSIT SERVICES THAT WERE PREVIOUSLY FUNDED WITH GRANT MONEY.

(VII) A transit association receiving a grant shall develop and

(VII) A transit association receiving a grant shall develop and publicize policies for the grant, including the process and deadlines for an eligible transit agency to apply for and receive a grant, the information, INCLUDING NOTICE THAT THE ELIGIBLE TRANSIT AGENCY MUST IDENTIFY ANY PERIOD OTHER THAN JUNE 1 TO AUGUST 31 OF A CALENDAR YEAR FOR ITS OZONE SEASON IN THE APPLICATION, and documentation required for the application, reporting requirements and deadlines, and any additional requirements necessary to administer the grant.

- (b) (I) The regional transportation district may use grant money to cover up to eighty percent of the costs of providing at least thirty days of free transit on all services offered by the regional transportation district. Grant money may be used to replace fare box revenue and to pay for other expenses necessary to implement the program, including REASONABLE MARKETING EXPENSES INCURRED TO RAISE AWARENESS OF FREE SERVICE AND INCREASE RIDERSHIP AND expenses associated with an increase in ridership as a result of the program.
- (9) On or before December 31 of each year of the program, the office shall submit a report on the implementation of the program to the house of representatives transportation and local government committee and the senate transportation and energy committee, or their successor committees. The report must summarize and compile the information submitted to the office pursuant to subsections (5)(a)(VI) and (5)(b) AND (5)(b)(II) of this section.

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1	SECTION 2. In Colorado Revised Statutes, 43-1-1102, add (7.5)
2	as follows:
3	43-1-1102. Definitions. For the purposes of this part 11, unless
4	the context otherwise requires:
5	(7.5) "Transportation planning organization" means a
6	METROPOLITAN PLANNING ORGANIZATION OR A RURAL TRANSPORTATION
7	PLANNING ORGANIZATION RESPONSIBLE FOR TRANSPORTATION PLANNING
8	FOR A TRANSPORTATION PLANNING REGION.
9	SECTION 3. In Colorado Revised Statutes, 43-1-1103, add (7)
10	as follows:
11	43-1-1103. Transportation planning. (7) ON AND AFTER
12	SEPTEMBER 1, 2023, THE BOARD OF DIRECTORS, COMMITTEE, OR OTHER
13	GOVERNING BODY, HOWEVER NAMED, OF THE TRANSPORTATION PLANNING
14	ORGANIZATION FOR EACH TRANSPORTATION PLANNING REGION MUST
15	INCLUDE AT LEAST ONE VOTING REPRESENTATIVE OF A TRANSIT AGENCY
16	THAT PROVIDES TRANSIT SERVICE IN THE TRANSPORTATION PLANNING
17	REGION. THE REPRESENTATIVE MUST BE APPOINTED BY THE TRANSIT
18	AGENCY OR, IF MULTIPLE TRANSIT AGENCIES PROVIDE SERVICE IN THE
19	TRANSPORTATION PLANNING REGION, BY AGREEMENT OF THE TRANSIT
20	AGENCIES.
21	SECTION 4. 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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