Second Regular Session Seventy-fourth General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 24-0838.01 Richard Sweetman x4333

SENATE BILL 24-212

SENATE SPONSORSHIP

Hansen and Fenberg, Priola

HOUSE SPONSORSHIP

(None),

Senate Committees

House Committees

Transportation & Energy Appropriations

A BILL FOR AN ACT

101 CONCERNING MEASURES TO FACILITATE THE CONSTRUCTION OF RENEWABLE ENERGY 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.)

The bill requires the energy and carbon management commission in the department of natural resources, at the request of a local government or tribal government, to provide technical support concerning:

> The development of local codes governing wind, solar, energy storage, and energy transmission projects

(renewable energy projects); or

• The review of proposed renewable energy projects.

For all renewable energy projects, at the request of an owner or operator of a renewable energy facility (facility owner), local government, or tribal government, the division of parks and wildlife shall provide the facility owner, local government, or tribal government a set of best management practices for renewable energy projects. The best management practices may be incorporated into project plans at the discretion of the facility owner, local government, or tribal government. The division shall also identify project-specific habitat impacts and high-priority habitats based on the best available science.

The bill requires the Colorado energy office, in cooperation with the department of local affairs and the department of natural resources, to develop a repository of model codes and ordinances for renewable energy projects for the purpose of providing conceptual frameworks that local governments and tribal governments may consider and adapt to suit local circumstances and address local energy resources. On or before September 30, 2025, the Colorado energy office must submit to the general assembly a report that evaluates local government processes to determine whether reasonable pathways for renewable energy siting exist in areas with suitable wind and solar resources.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add part 4 to article
3	20 of title 29 as follows:
4	PART 4
5	RENEWABLE ENERGY PROJECTS
6	29-20-401. Short title. The short title of this part 4 is the
7	"RENEWABLE ENERGY PROJECTS ACT".
8	29-20-402. Legislative declaration. (1) The General Assembly
9	FINDS THAT:
10	(a) NEW RENEWABLE ENERGY PROJECTS ARE NEEDED IN ORDER TO
11	MAKE PROGRESS ON THE STATE'S GREENHOUSE GAS EMISSION REDUCTION
12	GOALS WHILE ALSO PROTECTING PUBLIC HEALTH, SAFETY, WELFARE, AND
13	THE ENVIRONMENT, INCLUDING WILDLIFE RESOURCES;

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1	(b) THE PROTECTION OF HEALTHY, INTACT ECOSYSTEMS RESULTS
2	IN RESILIENT LANDS AND WATERS THAT CAN BE UTILIZED AS
3	NATURE-BASED SOLUTIONS TO MITIGATE SOME IMPACTS OF CLIMATE
4	CHANGE;
5	(c) Colorado will likely need to triple wind energy
6	Capacity and quintuple solar energy capacity by the year 2040
7	IN ORDER TO MEET THE STATE'S GREENHOUSE GAS EMISSION REDUCTION
8	GOALS DESCRIBED IN SECTION 25-7-102; AND
9	(d) THE DEVELOPMENT OF RENEWABLE ENERGY RESOURCES AND
10	TRANSMISSION WILL GENERATE COST SAVINGS FOR ELECTRICITY
11	CONSUMERS, PROVIDE MORE STABLE ENERGY PRICES BY REDUCING
12	DEPENDENCE ON COMMODITIES WITH VARIABLE PRICES, REDUCE HARMFUL
13	AIR POLLUTION, IMPROVE PUBLIC HEALTH, INCREASE ENERGY SECURITY,
14	AND BRING ECONOMIC BENEFITS TO LANDOWNERS AND LOCAL
15	COMMUNITIES.
16	(2) THE GENERAL ASSEMBLY FURTHER FINDS THAT:
17	(a) A FAIR AND CONSISTENT APPROACH TO THE SITING AND
18	PERMITTING OF SOLAR, WIND, STORAGE, AND TRANSMISSION PROJECTS
19	WILL ENCOURAGE NEEDED ENERGY-BASED ECONOMIC DEVELOPMENT
20	ACROSS THE STATE; AND
21	(b) A FAIR AND CONSISTENT APPROACH TO SITING AND PERMITTING
22	IS NECESSARY TO:
23	(I) REDUCE POLLUTION AND ACHIEVE THE STATE'S CLIMATE
24	GOALS;
25	(II) PROVIDE FOR ECONOMIC PROSPERITY FOR LANDOWNERS AND
26	LOCAL COMMUNITIES THROUGH INFRASTRUCTURE DEVELOPMENT;
27	(III) ACHIEVE ENERGY AFFORDABILITY BY UNLOCKING LOWER

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1	PRICED AND MORE COST-PREDICTABLE RENEWABLE ENERGY;
2	(IV) Ensure the security of the state's energy supply; and
3	(V) ENABLE JOB CREATION.
4	29-20-403. Definitions. AS USED IN THIS PART 4, UNLESS THE
5	CONTEXT OTHERWISE REQUIRES:
6	(1) "COLORADO ENERGY OFFICE" OR "OFFICE" MEANS THE
7	COLORADO ENERGY OFFICE CREATED IN SECTION 24-38.5-101.
8	(2) "Commercial energy storage facility" means
9	COMMERCIALLY AVAILABLE TECHNOLOGY THAT IS CAPABLE OF RETAINING
10	ENERGY, STORING THE ENERGY FOR A PERIOD OF TIME, AND DELIVERING
11	THE ENERGY AFTER STORAGE BY CHEMICAL MEANS.
12	(3) "COMMERCIAL ENERGY TRANSMISSION FACILITY" MEANS ALL
13	STRUCTURES, EQUIPMENT, AND REAL PROPERTY NECESSARY TO TRANSFER
14	ELECTRICITY AT SYSTEM BULK SUPPLY VOLTAGE OF ONE HUNDRED
15	KILOVOLTS OR MORE.
16	(4) "COMMERCIAL SOLAR ENERGY FACILITY" MEANS ANY DEVICE
17	OR ASSEMBLY OF DEVICES THAT:
18	(a) Is ground installed;
19	(b) HAS AT LEAST FIVE MEGAWATTS OF TOTAL NAMEPLATE
20	GENERATING CAPACITY; AND
21	(c) Uses solar energy to generate electricity for the
22	PRIMARY PURPOSE OF WHOLESALE OR RETAIL SALE AND NOT PRIMARILY
23	FOR CONSUMPTION ON THE PROPERTY ON WHICH THE DEVICE OR DEVICES
24	RESIDE.
25	(5) "Commercial wind energy facility" means a wind
26	ENERGY CONVERSION FACILITY WITH A TOTAL NAMEPLATE GENERATING
2.7	CAPACITY OF ONE-HALF MEGAWATT OR GREATER

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1	(0) "DIVISION OF PARKS AND WILDLIFE" OR "DIVISION" MEANS THE
2	DIVISION OF PARKS AND WILDLIFE CREATED IN SECTION 33-9-104.
3	(7) "ENERGY AND CARBON MANAGEMENT COMMISSION" MEANS
4	THE ENERGY AND CARBON MANAGEMENT COMMISSION CREATED IN
5	SECTION 34-60-104.3.
6	(8) "FACILITY" MEANS:
7	(a) A COMMERCIAL WIND ENERGY FACILITY;
8	(b) A COMMERCIAL SOLAR ENERGY FACILITY;
9	(c) A COMMERCIAL ENERGY STORAGE FACILITY; OR
10	(d) A COMMERCIAL ENERGY TRANSMISSION FACILITY.
11	(9) "FACILITY OWNER" MEANS:
12	(a) A PERSON WITH A DIRECT OWNERSHIP INTEREST IN A FACILITY,
13	REGARDLESS OF WHETHER THE PERSON IS INVOLVED IN ACQUIRING RIGHTS
14	AND PERMITS FOR THE FACILITY OR OTHERWISE PLANNING FOR THE
15	CONSTRUCTION AND OPERATION OF THE FACILITY; OR
16	(b) DURING THE TIME A FACILITY IS BEING DEVELOPED, A PERSON
17	THAT IS ACTING AS A DEVELOPER OF THE FACILITY BY ACQUIRING
18	NECESSARY RIGHTS, PERMITS, AND APPROVALS OR BY PLANNING FOR THE
19	CONSTRUCTION AND OPERATION OF THE FACILITY, REGARDLESS OF
20	WHETHER THE PERSON WILL OWN OR OPERATE THE FACILITY.
21	(10) "High-priority habitat" has the meaning set forth in
22	SECTION 34-60-132.
23	(11) "Renewable energy project" or "project" means a
24	PROJECT TO ESTABLISH A FACILITY.
25	(12) "Tribal government" means the tribal government of
26	THE UTE MOUNTAIN UTE TRIBE OR THE SOUTHERN UTE INDIAN TRIBE.
27	29-20-404. Technical support for renewable energy projects

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1	- duties of energy and carbon management commission - duties of
2	division of parks and wildlife - duties of Colorado energy office -
3	code repository - report - repeal. (1) (a) At the request of a local
4	GOVERNMENT OR A TRIBAL GOVERNMENT, THE DIRECTOR OF THE ENERGY
5	AND CARBON MANAGEMENT COMMISSION SHALL PROVIDE TECHNICAL
6	SUPPORT TO THE LOCAL GOVERNMENT OR TRIBAL GOVERNMENT
7	CONCERNING:
8	(I) THE DEVELOPMENT OF LOCAL CODES GOVERNING RENEWABLE
9	ENERGY PROJECTS; OR
10	(II) THE REVIEW OF PROPOSED RENEWABLE ENERGY PROJECTS.
11	(b) When providing technical support as described in
12	SUBSECTION (1)(a) OF THIS SECTION, THE DIRECTOR OF THE ENERGY AND
13	CARBON MANAGEMENT COMMISSION MAY COLLABORATE WITH OTHER
14	STATE AGENCIES.
15	(2) $\underline{\underline{A}\underline{T}}$ The request of a facility owner, local government,
16	OR TRIBAL GOVERNMENT, THE DIVISION OF PARKS AND WILDLIFE SHALL
17	PROVIDE THE FACILITY OWNER, LOCAL GOVERNMENT, OR TRIBAL
18	GOVERNMENT A SET OF BEST MANAGEMENT PRACTICES TO AVOID,
19	MINIMIZE, AND MITIGATE WILDLIFE IMPACTS OF RENEWABLE ENERGY
20	PROJECTS. THE BEST MANAGEMENT PRACTICES MAY BE INCORPORATED
21	INTO PROJECT PLANS AT THE DISCRETION OF THE FACILITY OWNER, LOCAL
22	GOVERNMENT, OR TRIBAL <u>GOVERNMENT. THE DIVISION SHALL IDENTIFY</u>
23	HIGH-PRIORITY HABITATS FOR RENEWABLE ENERGY PROJECTS BASED ON
24	THE BEST AVAILABLE SCIENCE. THE DIVISION SHALL UPDATE ITS LIST OF
25	HIGH-PRIORITY HABITATS AT LEAST ANNUALLY AND MAKE THE LIST
26	PUBLICLY AVAILABLE. A FACILITY OWNER, LOCAL GOVERNMENT, OR
27	TRIBAL GOVERNMENT MAY CONSIDER THE HIGH-PRIORITY HABITATS IN

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1	PLANNING, SITING, PERMITTING, AND DEVELOPING RENEWABLE ENERGY
2	PROJECTS.
3	(3) On or before June 30, 2025, the Colorado energy office,
4	IN COOPERATION WITH THE DEPARTMENT OF LOCAL AFFAIRS AND THE
5	DEPARTMENT OF NATURAL RESOURCES, SHALL DEVELOP A REPOSITORY OF
6	CODES AND ORDINANCES THAT SUPPORT RENEWABLE ENERGY PROJECTS
7	$\underline{\underline{FOR}}\ THE\ PURPOSE\ OF\ PROVIDING\ CONCEPTUAL\ FRAMEWORKS\ THAT\ LOCAL$
8	GOVERNMENTS AND TRIBAL GOVERNMENTS MAY CONSIDER AND ADAPT TO
9	SUIT LOCAL CIRCUMSTANCES AND ADDRESS LOCAL ENERGY RESOURCES.
10	(4) (a) On or before September 30, 2025, the Colorado
11	ENERGY OFFICE SHALL SUBMIT A REPORT TO THE GENERAL ASSEMBLY. THE
12	OFFICE SHALL COLLABORATE WITH OTHER STATE AGENCIES, INCLUDING
13	THE DEPARTMENT OF NATURAL RESOURCES, IN DEVELOPING THE REPORT.
14	THE REPORT MUST:
15	(I) EVALUATE AND ASSESS LOCAL GOVERNMENT PROCESSES FOR
16	THE SITING OF COMMERCIALLY VIABLE RENEWABLE ENERGY PROJECTS;
17	(II) IDENTIFY AREAS OF LOWER AND LOWEST CONFLICT FOR THE
18	DEVELOPMENT OF RENEWABLE ENERGY PROJECTS AND RECOMMEND
19	OPTIONS FOR STREAMLINING DEVELOPMENT IN THESE AREAS; AND
20	(III) EVALUATE THE IMPACT OF RENEWABLE ENERGY PROJECTS ON
21	WILDLIFE RESOURCES; THE USE OF WILDLIFE MITIGATION,
22	DECOMMISSIONING, AND COMMUNITY BENEFIT AGREEMENTS; AND THE
23	RANGE OF FEES IMPOSED BY LOCAL GOVERNMENTS.
24	(b) IN PREPARING THE REPORT, THE OFFICE SHALL PROVIDE
25	$OPPORTUNITIES FOR \underline{MUNICIPALAND}COUNTYGOVERNMENTS, RENEWABLE$
26	ENERGY PROJECT DEVELOPERS, AND CONSERVATION ORGANIZATIONS TO
27	PROVIDE INPUT AND SHALL ALLOW OPPORTUNITY FOR PUBLIC COMMENT

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1	BEFORE THE FINAL REPORT IS COMPLETED.
2	(c) This subsection (4) is repealed, effective July 1, 2026.
3	29-20-405. Consultation with tribal government required -
4	Brunot agreement of 1874. A LOCAL GOVERNMENT SHALL NOT GRANT
5	A DEVELOPMENT PERMIT FOR THE CONSTRUCTION OF A FACILITY IN ANY
6	AREA THAT IS INCLUDED WITHIN THE LANDS PROVIDED FOR THE USE OF
7	THE UTE MOUNTAIN UTE AND SOUTHERN UTE INDIAN TRIBES BY THE
8	FEDERAL GOVERNMENT PURSUANT TO THE BRUNOT AGREEMENT OF 1874
9	UNLESS THE LOCAL GOVERNMENT FIRST CONSULTS WITH THE TRIBAL
10	GOVERNMENTS OF THE UTE MOUNTAIN UTE AND SOUTHERN UTE INDIAN
11	TRIBES CONCERNING THE CONSTRUCTION OF THE FACILITY.
12	SECTION 2. Act subject to petition - effective date. This act
13	takes effect at 12:01 a.m. on the day following the expiration of the
14	ninety-day period after final adjournment of the general assembly; except
15	that, if a referendum petition is filed pursuant to section 1 (3) of article V
16	of the state constitution against this act or an item, section, or part of this
17	act within such period, then the act, item, section, or part will not take
18	effect unless approved by the people at the general election to be held in
19	November 2024 and, in such case, will take effect on the date of the
20	official declaration of the vote thereon by the governor.

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