

Second Regular Session  
Seventy-fifth General Assembly  
STATE OF COLORADO

**ENGROSSED**

*This Version Includes All Amendments Adopted  
on Second Reading in the House of Introduction*

LLS NO. 26-0285.01 Clare Haffner x6137

**SENATE BILL 26-101**

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**SENATE SPONSORSHIP**

**Pelton B. and Roberts,**

**HOUSE SPONSORSHIP**

**Richardson,**

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**Senate Committees**

Transportation & Energy

**House Committees**

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**A BILL FOR AN ACT**

101 **CONCERNING MEASURES TO ASSIST LOCAL GOVERNMENTS IN**  
102 **COMPLYING WITH LANDFILL METHANE EMISSION REDUCTION**  
103 **REGULATIONS ADOPTED BY THE AIR QUALITY CONTROL**  
104 **COMMISSION.**

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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>.)*

Under current law, the air quality control commission (commission) in the department of public health and environment is directed to adopt emission control regulations for significant sources of

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

SENATE  
Amended 2nd Reading  
April 17, 2026

air pollutants. A solid waste landfill (landfill) is a significant source of air pollutants such as methane.

The bill:

- Allows a county to utilize money from the community impact cash fund, air quality enterprise cash fund, and local government mineral impact fund for the purpose of complying with landfill methane emission reduction requirements adopted by the commission;
- Requires the air quality enterprise to research best practices for reducing methane emissions from landfills;
- Requires the commission to consider debt service availability when developing schedules of compliance for landfills;
- Requires the commission to establish a process for an owner or operator of a landfill to request a waiver from methane emission reduction requirements;
- States that a landfill that reaches or exceeds applicable methane emission limits on or after the effective date of the bill is not subject to methane emission reduction requirements until 2 years after the landfill reaches or exceeds applicable methane emission limits; and
- Exempts a local government from paying a noncompliance penalty for failure to comply with requirements to reduce methane emissions from landfills if the local government demonstrates that the failure to comply is due solely to a financial inability to comply.

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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) On December 18, 2025, the air quality control commission in  
5 the department of public health and environment adopted Regulation  
6 Number 31, "Control of Methane Emissions from Municipal Solid Waste  
7 Landfills", 5 CCR 1001-35, to reduce methane emissions and other air  
8 pollutants from municipal solid waste landfills;

9 (b) Regulation Number 31 requires certain municipal solid waste  
10 landfills to reduce methane emissions through the installation and

1 operation of gas collection and control systems and improved monitoring  
2 and gas management, thereby supporting cleaner air and lowering  
3 greenhouse gas emissions; and

4 (c) Compliance with Regulation Number 31 may impose a  
5 financial burden on some entities that own or operate municipal solid  
6 waste landfills.

7 (2) The general assembly further finds and declares that:

8 (a) The community impact cash fund was created in section  
9 25-7-129, Colorado Revised Statutes, to provide financial assistance for  
10 environmental mitigation projects through the environmental justice grant  
11 program using air quality-related penalty revenue. The community impact  
12 cash fund is an existing source of state financial assistance intended to  
13 address impacts of air and water quality to local disproportionately  
14 impacted communities and infrastructures.

15 (b) The local government mineral impact fund, created in section  
16 34-63-102 (5), Colorado Revised Statutes, consists of money that is  
17 distributed by the executive director of the department of local affairs to  
18 counties, federal mineral lease districts, and municipalities in accordance  
19 with guidelines established by the executive director in consultation with  
20 the energy impact assistance advisory committee;

21 (c) It is the intent of the general assembly that money in the  
22 community impact cash fund and local government mineral impact fund  
23 may be used to assist entities in complying with Regulation Number 31;

24 (d) In determining any financial assistance for municipal solid  
25 waste landfill methane emission reduction projects, priority should be  
26 given to municipal solid waste landfills that are owned or operated by  
27 local governments in recognition of local governments' limited access to

1 private capital; and

2 (e) Clarifying the availability and prioritization of these funding  
3 sources will support timely compliance with Regulation Number 31,  
4 protect public health, and reduce greenhouse gas emissions.

5 SECTION 2. In Colorado Revised Statutes, 25-7-129, add (3)(g)  
6 as follows:

7 25-7-129. Disposition of fines - community impact cash fund  
8 - repeal.

9 (3)(g)(I) PURSUANT TO THE DEPARTMENT OF PUBLIC HEALTH AND  
10 ENVIRONMENT'S AUTHORITY TO EXPEND MONEY FROM THE FUND TO  
11 PROVIDE GRANTS FOR ENVIRONMENTAL MITIGATION PROJECTS IN  
12 DISPROPORTIONATELY IMPACTED COMMUNITIES PURSUANT TO SECTION  
13 25-1-134 (2)(g)(VII), THE DEPARTMENT MAY EXPEND MONEY FROM THE  
14 FUND TO PROVIDE GRANTS FOR MUNICIPAL SOLID WASTE LANDFILL  
15 METHANE EMISSION REDUCTION PROJECTS THAT ARE CONDUCTED IN  
16 ACCORDANCE WITH RULES ADOPTED BY THE COMMISSION UNDER THIS  
17 ARTICLE 7 AND THAT QUALIFY AS ENVIRONMENTAL MITIGATION PROJECTS,  
18 AS DEFINED IN SECTION 25-1-134 (4)(b).

19 (II) THE ENVIRONMENTAL JUSTICE ADVISORY BOARD, CREATED IN  
20 SECTION 25-1-134 (2)(a), SHALL PRIORITIZE A GRANT REQUEST FOR THE  
21 PURPOSE OF COMPLYING WITH MUNICIPAL SOLID WASTE LANDFILL  
22 METHANE EMISSION REDUCTION REQUIREMENTS FROM A LOCAL  
23 GOVERNMENT THAT OWNS OR OPERATES A MUNICIPAL SOLID WASTE  
24 LANDFILL OVER A GRANT REQUEST FROM A PRIVATE ENTITY THAT OWNS  
25 OR OPERATES A MUNICIPAL SOLID WASTE LANDFILL.

26 (III) AN ENTITY SHALL USE MONEY EXPENDED BY THE  
27 DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT PURSUANT TO

1 SUBSECTION (3)(g)(I) OF THIS SECTION AS SUPPLEMENTAL FUNDING ONLY  
2 AND NOT AS THE EXCLUSIVE SOURCE OF FUNDING FOR COMPLIANCE WITH  
3 MUNICIPAL SOLID WASTE LANDFILL METHANE EMISSION REDUCTION  
4 REQUIREMENTS. WITH THE EXCEPTION OF SUPPLEMENTAL FUNDING  
5 GRANTS FOR ENVIRONMENTAL MITIGATION PROJECTS PROVIDED PURSUANT  
6 TO SUBSECTION (3)(g)(I) OF THIS SECTION, NOTHING IN THIS SUBSECTION  
7 (3)(g) RELIEVES AN ENTITY OF THE RESPONSIBILITY TO OTHERWISE ENSURE  
8 ADEQUATE FUNDING FOR MUNICIPAL SOLID WASTE LANDFILL METHANE  
9 EMISSION REDUCTION PROJECTS IN COMPLIANCE WITH APPLICABLE  
10 COMMISSION RULES.

11 **SECTION 3. In Colorado Revised Statutes, 24-4-109, amend**  
12 **(2)(b)(II) introductory portion as follows:**

13 **24-4-109. State engagement of disproportionately impacted**  
14 **communities - definitions.**

15 **(2) Definitions.**

16 **(b) As used in this section and sections 25-1-134 and 25-7-105**  
17 **(1)(e), unless the context otherwise requires:**

18 **(II) "Disproportionately impacted community" means a**  
19 **community that is described in subsection (2)(b)(II)(G) or (2)(b)(II)(H)**  
20 **of this section or that is in a census block group, as determined in**  
21 **accordance with the most recent five-year United States bureau of the**  
22 **census American community survey FIVE-YEAR UNITED STATES BUREAU**  
23 **OF THE CENSUS AMERICAN COMMUNITY SURVEY RELEASED NO LATER**  
24 **THAN THREE YEARS PRIOR and meets one or more of the following**  
25 **criteria:**

26 **SECTION 4. Act subject to petition - effective date -**  
27 **applicability. (1) This act takes effect at 12:01 a.m. on the day following**

1 the expiration of the ninety-day period after final adjournment of the  
2 general assembly (August 12, 2026, if adjournment sine die is on May 13,  
3 2026); except that, if a referendum petition is filed pursuant to section 1  
4 (3) of article V of the state constitution against this act or an item, section,  
5 or part of this act within such period, then the act, item, section, or part  
6 will not take effect unless approved by the people at the general election  
7 to be held in November 2026 and, in such case, will take effect on the  
8 date of the official declaration of the vote thereon by the governor.

9 (2) This act applies to conduct occurring on or after the applicable  
10 effective date of this act.