



Legislative Council Staff
Nonpartisan Services for Colorado's Legislature

Final Fiscal Note

Drafting Number:	LLS 24-0662	Date:	July 18, 2024
Prime Sponsors:	Sen. Pelton B. Rep. Pugliese	Bill Status:	Postponed Indefinitely
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Bill Topic: **COST EFFECTIVE ENERGY CODES**

Summary of Fiscal Impact:	<input type="checkbox"/> State Revenue	<input type="checkbox"/> State Transfer	<input checked="" type="checkbox"/> Local Government
	<input type="checkbox"/> State Expenditure	<input type="checkbox"/> TABOR Refund	<input type="checkbox"/> Statutory Public Entity

The bill would have required changes to local energy codes to be cost effective. It would have increased local government expenditures beginning in FY 2025-26.

Appropriation Summary: No appropriation was required.

Fiscal Note Status: The final fiscal note reflects the introduced bill. This bill was postponed indefinitely by the Senate Local Government and Housing Committee on February 29, 2024; therefore, the impacts identified in this analysis do not take effect.

Summary of Legislation

The bill requires that counties and municipalities evaluate the cost-effectiveness of potential changes to their energy codes and prohibits them from adopting changes that are not cost effective beginning January 1, 2026. The bill specifies that cost-effectiveness requires a net economic benefit over a ten-year period.

Local Government

The bill increases costs for counties and municipalities to evaluate proposed amendments that are adopted after January 1, 2026, to their energy codes for cost-effectiveness. This cost is expected to vary depending on the scope of the proposed amendment and the local government's administrative structure.

Technical Note

In the introduced bill, the requirements for municipal codes take effect January 1, 2026, whereas the requirements for county codes take effect right away. The fiscal note assumes that both requirements take effect at the same time, in 2026.

Effective Date

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed.

State and Local Government Contacts

Counties

Municipalities

The revenue and expenditure impacts in this fiscal note represent changes from current law under the bill for each fiscal year. For additional information about fiscal notes, please visit the [General Assembly website](#).