SENATE COMMITTEE OF REFERENCE REPORT

	April 25, 2023
Chair of Committee	Date

Committee on Business, Labor, & Technology.

After consideration on the merits, the Committee recommends the following:

<u>SB23-292</u> be amended as follows, and as so amended, be referred to the Committee on <u>Appropriations</u> with favorable recommendation:

- 1 Amend printed bill, page 10, line 6, strike "ENERGY CREDITS,".
- 2 Page 10, line 21, strike "INCLUDES:" and substitute "INCLUDES THE
- 3 FOLLOWING PROJECT TYPES, SO LONG AS THEY SATISFY THE CRITERIA IN
- 4 SUBSECTION (5)(a)(I) OR (5)(a)(II) OF THIS SECTION:".
- 5 Page 11, line 3, strike "GAS" and substitute "UTILITY GAS".
- 6 Page 11, line 8, strike "AND".
- Page 15, line 11, after "BUILDING" insert "ENERGY".
- 8 Page 18, line 9, strike "CERTIFICATIONS AND" and substitute
- 9 "CERTIFICATIONS. THE PUBLIC UTILITY, COOPERATIVE ELECTRIC
- 10 ASSOCIATION, INDEPENDENT POWER PRODUCER, OR OTHER OWNER OF AN
- 11 ENERGY SECTOR PUBLIC WORKS PROJECT".
- Page 18, strike lines 13 through 25 and substitute:
- 13 "(5) NO LATER THAN JANUARY 1, 2029, AND AT LEAST FIVE YEARS
- 14 THEREAFTER, THE STATE AUDITOR'S OFFICE SHALL CONDUCT AN AUDIT OF
- 15 THE COMMISSION'S APPROVAL OF ENERGY SECTOR PUBLIC WORKS
- 16 PROJECTS. THE PURPOSE OF THE AUDIT IS TO ESTABLISH OVERSIGHT AND
- 17 ACCOUNTABILITY FOR COMPLIANCE WITH SECTION 40-2-129, AND TO
- 18 DETERMINE WHETHER A SAMPLE OF PROJECTS THAT HAVE BEEN APPROVED
- 19 BY THE COMMISSION ARE FULLY COMPLIANT WITH ALL EMPLOYMENT,
- 20 TRAINING, WAGE, AND APPRENTICESHIP REQUIREMENTS OF SECTION
- 21 24-92-115 (7) AND PART 2 OF THIS ARTICLE 92. THE AUDIT MUST
- 22 CONSIDER INFORMATION AND RECORDS RELATED TO THE CRAFT LABOR

- 1 CERTIFICATIONS THAT ARE COLLECTED AND MAINTAINED BY THE 2 DEPARTMENT OF LABOR AND EMPLOYMENT. THE DEPARTMENT OF LABOR 3 AND EMPLOYMENT SHALL PROVIDE ANY INFORMATION NEEDED TO
- 4 PERFORM THE AUDIT AS REQUESTED BY THE STATE AUDITOR'S OFFICE.
 - (a) THE AUDIT PROCESS MUST SELECT A SAMPLE OF PROJECTS FOR REVIEW AND ENSURE THAT THE SCOPE OF THE AUDIT ENCOMPASSES THE BROAD TYPES OF ENERGY SECTOR PUBLIC WORKS PROJECTS.
- 8 (b) Upon release of the audit report by the legislative 9 Audit committee, the state auditor must make the results of the 10 Audit available to the public.
- 11 (c) AFTER CONDUCTING TWO AUDITS UNDER THIS SUBSECTION (5),
- 12 THE STATE AUDITOR MAY CONDUCT ADDITIONAL AUDITS IN THE STATE
- 13 AUDITOR'S DISCRETION.".
- Page 20, line 8, strike "OF AN ENERGY SECTOR PUBLIC".
- 15 Page 20, line 9, strike "WORKS PROJECT".
- Page 21, lines 5 and 6, strike "IN THE AMOUNT OF ONE MILLION DOLLARS
- 17 OR MORE,".

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- Page 21, line 17, strike "COUNCILS" and substitute "AGENCIES".
- 19 Page 22, line 3, strike "COUNCIL" and substitute "AGENCY".
- Page 22, line 6, strike "ARE SUBJECT TO" and substitute "SATISFY".
- Page 22, line 7, strike "SECTION;" and substitute "SECTION AT THE TIME
- 22 THE CONTRACT OR SUBCONTRACT WAS EXECUTED;".
- Page 24, line 20, strike "councils" and substitute "councils AGENCIES".
- 24 Page 25, line 2, strike "MATERIALS;" and substitute "MATERIALS,
- 25 INCLUDING CONSIDERATION OF THE POTENTIAL FOR DOMESTICALLY
- 26 MANUFACTURED MATERIALS BEING UNAVAILABLE IN THE MARKETPLACE;".
- Page 27, line 18, strike "COUNCILS" and substitute "AGENCIES".
- Page 29, strike lines 11 through 16 and substitute:
- 29 "(7) (a) THE UTILITY THAT OFFERS THE REBATE OR INCENTIVE
- 30 PURSUANT TO THIS SECTION MUST ESTABLISH PERIODIC AUDITS OF THE
- 31 QUALIFYING REBATES THAT REPRESENT THE HIGHEST TWO PERCENT OF

- 1 REBATES ISSUED BY DOLLAR AMOUNT AT LEAST EVERY THREE YEARS TO
- 2 ENSURE THAT THE CONTRACTORS OR SUBCONTRACTORS MAINTAIN
- 3 COMPLIANCE WITH THIS SECTION.".
- 4 Page 30, line 14, strike "COUNCILS" and substitute "AGENCIES".
- 5 Page 32, strike lines 7 through 12 and substitute:
- 6 "(7) (a) The utility that offers the rebate or incentive
- 7 PURSUANT TO THIS SECTION MUST ESTABLISH PERIODIC AUDITS OF THE
- 8 QUALIFYING REBATES THAT REPRESENT THE HIGHEST TWO PERCENT OF
- 9 REBATES ISSUED BY DOLLAR AMOUNT AT LEAST EVERY THREE YEARS TO
- 10 ENSURE THAT THE CONTRACTORS OR SUBCONTRACTORS MAINTAIN
- 11 COMPLIANCE WITH THIS SECTION.".
- Page 33, line 27, after "act" insert "only".
- 13 Page 34, strike line 1 and substitute "which a public utility or cooperative
- 14 electric association invitation for bids or proposals is issued on or after
- 15 January 1,".

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