SENATE COMMITTEE OF REFERENCE REPORT

Chair of Committee

<u>April 18, 2024</u> Date

Committee on Finance.

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

<u>SB24-181</u> be amended as follows, and as so amended, be referred to the Committee on <u>Appropriations</u> with favorable recommendation:

- Amend printed bill, page 4, strike line 24 and substitute "WITHOUT ALSO
 ADDRESSING OTHER CO-OCCURRING SUBSTANCE USE DISORDERS.".
- 3 Page 4, strike lines 25 through 27.
- 4 Page 5, strike lines 1 through 7.
- 5 Page 6, after line 8 insert:

6 "(2) "Alcohol use disorder" means the recurrent use of
7 Alcohol that causes clinically and functionally significant
8 IMPAIRMENT, SUCH AS HEALTH PROBLEMS, DISABILITY, AND FAILURE TO
9 MEET MAJOR RESPONSIBILITIES AT WORK, SCHOOL, OR HOME.".

- 10 Renumber succeeding subsections accordingly.
- 11 Page 6, strike lines 20 and 21 and substitute:

12 "(6) "ELIGIBLE ENTITY" MEANS A NONPROFIT ORGANIZATION THAT13 PROVIDES".

- Page 6, line 24, strike "DISORDERS, SUCH AS" and substitute "DISORDERSOR FOR".
- 16 Page 6, strike lines 25 through 27 and substitute "DISORDERS.".
- 17 Page 7, strike lines 1 through 5.
- 18 Page 7, after line 11 insert:

"(10) "HARM REDUCTION SERVICES" MEANS A SET OF
 EVIDENCE-BASED STRATEGIES WITH THE AIM TO REDUCE
 ALCOHOL-RELATED PROBLEMS AND DANGERS ASSOCIATED WITH ALCOHOL
 USE AND TO IMPROVE QUALITY OF LIFE.".

- 5 Renumber succeeding subsections accordingly.
- 6 Page 7, strike lines 23 through 27.
- 7 Page 8, strike line 1 and substitute:

8 "(b) THAT MANUFACTURED OR DISTRIBUTED ALCOHOL BEVERAGES
9 IN THE PREVIOUS CALENDAR YEAR IN AMOUNT GREATER THAN:
10 (I) ONE HUNDRED THOUSAND PROOF GALLONS OF DISTILLED
11 SPIRITS;
12 (II) ONE HUNDRED THIRTY THOUSAND GALLONS OF WINE; OR
13 (III) ONE HUNDRED EIGHTY-SIX MILLION GALLONS OF BEER.".

Page 8, lines 12 and 13, strike "CAUSES CLINICALLY AND FUNCTIONALLY
SIGNIFICANT" and substitute "THAT CAUSES SIGNIFICANT CLINICAL AND
FUNCTIONAL".

- 17 Page 8, line 20, strike "duties." and substitute "duties repeal.".
- 18 Page 9, strike lines 17 through 19 and substitute:

"(B) SUPPORT PROGRAMS THAT PREVENT AND DETER DRIVING
UNDER THE INFLUENCE, DRIVING WHILE ABILITY IMPAIRED, AND
UNDERAGE DRUNK DRIVING; AND".

- Page 9, line 21, strike "DISORDERS." and substitute "DISORDERS,
 INCLUDING UNDERAGE DRINKING.".
- 24 Page 10, strike lines 12 through 16 and substitute:

25 "(d) (I) TO HIRE STAFF AND CONTRACT WITH ANY PUBLIC OR 26 PRIVATE ENTITY, INCLUDING STATE AGENCIES, CONSULTANTS, AND THE 27 ATTORNEY GENERAL'S OFFICE, FOR PROFESSIONAL AND TECHNICAL 28 ASSISTANCE, OFFICE SPACE AND ADMINISTRATIVE SERVICES, ADVICE, AND 29 OTHER SERVICES RELATED TO THE CONDUCT OF THE AFFAIRS OF THE 30 ENTERPRISE. THE BOARD SHALL ENCOURAGE DIVERSITY IN APPLICANTS 31 FOR CONTRACTS AND SHALL GENERALLY AVOID USING SINGLE-SOURCE 32 BIDS.

1 (II) THE ENTERPRISE SHALL PAY A FAIR MARKET RATE TO ANY 2 PUBLIC ENTITY, PRIVATE ENTITY, CONTRACTOR, OR CONSULTANT, WHICH 3 MAY INCLUDE A STATE AGENCY, THE ATTORNEY GENERAL'S OFFICE, OR 4 THE DEPARTMENT, THAT IS HIRED BY THE ENTERPRISE TO PERFORM DUTIES 5 PURSUANT TO SUBSECTION (3)(d)(I) OF THIS SECTION.".

6 Page 10, after line 22 insert:

7 "(5) (a) ON JANUARY 1, 2025, OR AS SOON AS POSSIBLE 8 THEREAFTER, THE STATE TREASURER SHALL TRANSFER FOUR HUNDRED 9 FIFTY-FOUR THOUSAND DOLLARS FROM THE GENERAL FUND TO THE FUND 10 FOR THE PURPOSE OF DEFRAYING EXPENSES INCURRED BY THE ENTERPRISE 11 BEFORE IT RECEIVES REVENUE FROM THE FEE OR REVENUE BOND 12 PROCEEDS. NOTWITHSTANDING ANY OTHER LAW, THE ENTERPRISE MAY 13 ACCEPT AND EXPEND ANY MONEY SO TRANSFERRED, AND, 14 NOTWITHSTANDING ANY STATE FISCAL RULE OR GENERALLY ACCEPTED 15 ACCOUNTING PRINCIPLE THAT COULD OTHERWISE BE INTERPRETED TO 16 REQUIRE A CONTRARY CONCLUSION, SUCH A TRANSFER IS A LOAN FROM 17 THE STATE TREASURER TO THE ENTERPRISE THAT IS REQUIRED TO BE 18 REPAID AND IS NOT A GRANT FOR PURPOSES OF SECTION 20 (2)(d) OF 19 ARTICLE X OF THE STATE CONSTITUTION OR AS DEFINED IN SECTION 20 24-77-102 (7). LOAN LIABILITIES THAT ARE RECORDED IN THE FUND BUT 21 ARE NOT REQUIRED TO BE PAID IN THE CURRENT STATE FISCAL YEAR SHALL 22 NOT BE CONSIDERED WHEN CALCULATING SUFFICIENT STATUTORY FUND 23 BALANCE FOR PURPOSES OF SECTION 24-75-109.

24 (b) NO LATER THAN JULY 1, 2027, THE ENTERPRISE SHALL REPAY 25 THE LOAN OF FOUR HUNDRED FIFTY-FOUR THOUSAND DOLLARS RECEIVED 26 PURSUANT TO SUBSECTION (5)(a) OF THIS SECTION AND ACCUMULATED 27 INTEREST FROM THE FUND. INTEREST ACCRUES ON THE MONEY BORROWED 28 AT A RATE EQUIVALENT TO THE RATE PER ANNUM ON THE MOST RECENTLY 29 ISSUED TEN-YEAR UNITED STATES TREASURY NOTE, ROUNDED TO THE 30 NEAREST ONE-TENTH OF ONE PERCENT, AS REPORTED BY THE "WALL 31 STREET JOURNAL", AS OF THE DATE THE TRANSFER REQUIRED BY 32 SUBSECTION (5)(a) OF THIS SECTION IS MADE. INTEREST ACCRUES AT THE 33 RATE SPECIFIED IN THIS SUBSECTION (5)(b) BEGINNING ON THAT DATE AND 34 UNTIL THE DATE ON WHICH THE MONEY IS REPAID.

35

(c) This subsection (5) is repealed, effective July 1, 2029.".

Page 11, strike line 1 and substitute "IMPACT FEE THAT IS REASONABLY
 CALCULATED BASED ON THE COSTS OF THE SERVICES PROVIDED BY THE

38 ENTERPRISE FROM EVERY MANUFACTURER OR".

39 Page 11, line 3, strike "\$0.16" and substitute "\$0.0267".

- 1 Page 11, line 5, strike "\$0.1466" and substitute "\$0.0240".
- 2 Page 11, line 7, strike "\$1.2052" and substitute "\$0.2000".
- 3 Page 11, strike lines 21 through 27.
- 4 Page 12, strike line 1 and substitute:
- 5 "(b) THE ENTERPRISE MAY REQUEST TO INCREASE OR DECREASE 6 THE FEE AS PROVIDED IN SUBSECTION (5) OF THIS SECTION.".
- 7 Page 13, strike lines 3 through 12 and substitute:

8 "(5) IF THE ENTERPRISE FINDS THE FEE NEEDS TO BE INCREASED OR 9 DECREASED, THE ENTERPRISE SHALL RECOMMEND THE FEE INCREASE OR 10 DECREASE TO THE HOUSE OF REPRESENTATIVES FINANCE COMMITTEE AND 11 THE SENATE FINANCE COMMITTEE, OR THEIR SUCCESSOR COMMITTEES, NO 12 LATER THAN DECEMBER 15 PRIOR TO THE STATE FISCAL YEAR DURING 13 WHICH THE ADJUSTMENT WILL BECOME EFFECTIVE. THE 14 RECOMMENDATION MUST INCLUDE PROPOSED INFLATIONARY CHANGES, 15 ANY CHANGES BASED ON THE COSTS OF THE BUSINESS SERVICES PROVIDED 16 BY THE ENTERPRISE, AND ANY OTHER INFORMATION DEEMED RELEVANT 17 BY THE BOARD. THE ENTERPRISE SHALL NOT ADJUST THE FEE UNLESS 18 APPROVED BY THE GENERAL ASSEMBLY ACTING BY BILL.".

Page 14, line 11, strike "treatment and recovery" and substitute
"treatment, recovery, and harm reduction".

21 Page 14, line 13, strike "TREATMENT AND" and substitute "TREATMENT,".

Page 14, strike lines 14 and 15 and substitute "RECOVERY, AND HARM
REDUCTION AFFORDABILITY GRANT PROGRAM TO AWARD".

24 Page 14, strike lines 18 through 22 and substitute "RECOVERY PROVIDERS, 25 TREATMENT PROVIDERS, AND ELIGIBLE ENTITIES THAT PROVIDE HARM REDUCTION SERVICES. UNLESS ADJUSTED PURSUANT TO SECTION 44-2-110 26 27 (6)(h), THE ENTERPRISE SHALL ALLOCATE FIFTY PERCENT OF THE MONEY 28 IN THE FUND TO SUPPORT TREATMENT PROVIDERS, TWENTY PERCENT OF 29 MONEY IN THE FUND TO SUPPORT RECOVERY PROVIDERS, AND FIVE 30 PERCENT OF THE MONEY IN THE FUND TO SUPPORT ELIGIBLE ENTITIES THAT 31 PROVIDE HARM REDUCTION SERVICES.".

32 Page 14, lines 24 and 25, strike "PROVIDERS AND RECOVERY PROVIDERS"

1 and substitute "PROVIDERS, RECOVERY PROVIDERS, AND ELIGIBLE ENTITIES

- 2 THAT PROVIDE HARM REDUCTION SERVICES".
- 3 Page 15, line 13, strike "RECOVERY".

Page 15, strike line 14 and substitute "TREATMENT PROVIDER, RECOVERY
PROVIDER, OR ELIGIBLE ENTITY THAT PROVIDES HARM REDUCTION
SERVICES BASED SOLELY ON:".

7 Page 15, after line 20 insert:

8 "(c) A BHASO THAT RECEIVES A GRANT MAY USE THE GRANT 9 MONEY TO:

(I) PROVIDE TREATMENT SERVICES TO INDIVIDUALS WHO HAVE
ALCOHOL USE DISORDER OR WHO HAVE ALCOHOL USE DISORDER AND
ANOTHER CO-OCCURRING SUBSTANCE USE DISORDER;

(II) FOR HARM REDUCTION PROGRAMS AND SERVICES RELATEDONLY TO ALCOHOL USE; AND

(III) FOR PROGRAMS AND SERVICES RELATED TO RECOVERY FROM
ALCOHOL USE DISORDER AND RECOVERY FROM ALCOHOL USE DISORDER
WITH CO-OCCURRING SUBSTANCE USE DISORDERS.".

- Page 15, strike line 25 and substitute "PROVIDER, RECOVERY PROVIDER,
 AND ELIGIBLE ENTITY THAT PROVIDES HARM REDUCTION SERVICES;".
- Page 16, line 18, strike "THE" and substitute "UNLESS ADJUSTED
 PURSUANT TO SECTION 44-2-110 (6)(h), THE".
- 22 Page 16, line 19, strike "TEN" and substitute "FIFTEEN".

Page 16, strike line 25 and substitute "USE DISORDERS, INCLUDING
UNDERAGE DRINKING PREVENTION AND RELATED SUBSTANCE USE; AND".

- 25 Page 17, line 2, strike "SERVICES." and substitute "SERVICES; AND".
- 26 Page 17, after line 2 insert:

27 "(d) ELIGIBLE ENTITIES THAT INCREASE THE AVAILABILITY AND
28 USE OF SCREENING, EARLY INTERVENTION, AND REFERRAL TO SERVICES
29 FOR FETAL ALCOHOL SPECTRUM DISORDERS.".

30 Page 17, line 8, strike "enforcement" and substitute "prevention and
31 deterrence".

- 1 Page 17, strike line 10 and substitute "PREVENTION AND DETERRENCE
- 2 GRANT PROGRAM. UNLESS ADJUSTED PURSUANT TO SECTION 44-2-110
- 3 (6)(h), THE ENTERPRISE SHALL DISTRIBUTE".
- 4 Page 17, line 11, strike the third "THE".
- 5 Page 17, strike lines 12 and 13 and substitute "PROVIDING GRANTS TO
- 6 NONPROFIT ORGANIZATIONS TO PROVIDE EDUCATION ABOUT, DETERRENCE
- 7 OF, AND SUPPORT FOR VICTIMS OF ALCOHOL-RELATED".
- 8 Page 17, strike lines 15 through 17.
- 9 Renumber succeeding subsection.
- Page 17, line 18, strike "A LOCAL GOVERNMENT" and substitute "ANELIGIBLE ENTITY".
- 12 Page 18, strike lines 10 through 27.
- 13 Page 19, strike lines 1 through 8 and substitute:
- 14 "(I) AN INDIVIDUAL WITH EXPERTISE IN ALCOHOL USE DISORDER15 PREVENTION PROGRAMS AND SERVICES;
- 16 (II) AN INDIVIDUAL WITH EXPERIENCE PROVIDING ALCOHOL USE
 17 DISORDER TREATMENT PROGRAMS AND SERVICES;
- 18 (III) AN INDIVIDUAL WITH EXPERIENCE PROVIDING ALCOHOL USE19 DISORDER RECOVERY PROGRAMS AND SERVICES;
- 20 (IV) AN INDIVIDUAL REPRESENTING YOUTH MENTAL HEALTH
 21 PROFESSIONALS, SUCH AS A SOCIAL WORKER, A CHILD AND ADOLESCENT
 22 PSYCHIATRIST, OR OTHER PROFESSIONAL SPECIALIZING IN CARING FOR
 23 YOUTH, WITH EXPERTISE IN YOUTH ALCOHOL USE PREVENTION,
 24 TREATMENT, OR RECOVERY;
- 25 (V) A MEMBER OF LAW ENFORCEMENT WITH EXPERIENCE IN
 26 IMPAIRED DRIVING PREVENTION AND DETERRENCE;
- 27 (VI) A REPRESENTATIVE OF A FEDERALLY RECOGNIZED INDIAN
 28 TRIBE WITH JURISDICTION IN COLORADO WHO HAS EXPERTISE IN ALCOHOL
 29 USE DISORDER PREVENTION, TREATMENT, OR RECOVERY;
- 30 (VII) AN INDIVIDUAL WHO HAS EXPERIENCED AN ALCOHOL USE
 31 DISORDER;
- 32 (VIII) AN INDIVIDUAL WHOSE FAMILY HAS BEEN AFFECTED BY A
 33 FAMILY MEMBER WITH AN ALCOHOL USE DISORDER OR FETAL ALCOHOL
 34 SPECTRUM DISORDERS;
- 35 (IX) AN INDIVIDUAL REPRESENTING AN INSTITUTION OF

SECONDARY OR HIGHER EDUCATION THAT PROVIDES ALCOHOL USE
 DISORDER PREVENTION PROGRAMS TO STUDENTS;

3 (X) AN INDIVIDUAL REPRESENTING AN ADVOCACY ORGANIZATION
4 FOR PEOPLE WITH MENTAL HEALTH CONDITIONS AND ALCOHOL AND
5 RELATED SUBSTANCE USE DISORDERS; AND

6 (XI) FOUR INDIVIDUALS REPRESENTING THE ALCOHOL INDUSTRY,
7 INCLUDING ONE INDIVIDUAL REPRESENTING THE VINOUS LIQUOR
8 INDUSTRY, ONE INDIVIDUAL REPRESENTING THE SPIRITUOUS LIQUOR
9 INDUSTRY, ONE INDIVIDUAL REPRESENTING THE MALT LIQUOR INDUSTRY,
10 AND ONE INDIVIDUAL REPRESENTING A MANUFACTURER OR DISTRIBUTOR
11 THAT IS NOT SUBJECT TO THE ALCOHOL IMPACT FEE.".

12 Page 19, line 21, after "(3)" insert "(a)".

13 Page 19, after line 26 insert:

14 "(b) IF A VOTING BOARD MEMBER HAS A CONFLICT OF INTEREST 15 WITH RESPECT TO ANY MATTER SCHEDULED FOR HEARING BEFORE THE 16 BOARD, THE MEMBER SHALL RECUSE THEMSELVES FROM ANY DISCUSSION 17 AND DECISIONS ON THE MATTER UNLESS, AFTER FULL DISCLOSURE OF THE 18 FACTS GIVING RISE TO THE CONFLICT, THE BOARD AGREES TO WAIVE THE 19 CONFLICT. FOR PURPOSES OF THIS SUBSECTION (3)(b), A BOARD MEMBER 20 HAS A CONFLICT OF INTEREST IF THE BOARD MEMBER HAS A CONFLICT 21 THAT WOULD CALL INTO QUESTION THE MEMBER'S ABILITY TO RENDER AN 22 UNBIASED DECISION.".

Page 20, line 22, strike "TREATMENT AND RECOVERY" and substitute
"TREATMENT, RECOVERY, AND HARM REDUCTION".

25 Page 21, line 1, strike "AND".

Page 21, line 6, after the period add "A GRANT APPLICATION CREATED
PURSUANT TO THIS SUBSECTION (6)(g) MUST, AT A MINIMUM, REQUIRE THE
APPLICANT TO INCLUDE THE FOLLOWING INFORMATION:

(I) AN APPLICATION NARRATIVE THAT DESCRIBES HOW THE
ELIGIBLE ENTITY WILL USE THE GRANT, INCLUDING HOW THE GRANT WILL
ADDRESS ALCOHOL USE OR ALCOHOL USE DISORDER AND HOW THE
ELIGIBLE ENTITY WILL ENSURE THAT THE FUNDS ARE NOT USED SOLELY
FOR NONALCOHOL-RELATED SUBSTANCE USE DISORDERS;

34 (II) THE PROVIDERS WHO WILL RECEIVE GRANT FUNDS, INCLUDING
35 INFORMATION ABOUT THEIR HISTORY, MISSION, LOCATIONS, AND
36 LEADERSHIP;

37 (III) A PROPOSED BUDGET AND WHETHER THE PROPOSED PROGRAM

OR SERVICES MEET THE REQUIREMENTS SPECIFIED IN THIS SECTION; AND
 (IV) THE AMOUNT OF IN-KIND CONTRIBUTIONS MADE OR
 MATCHING FUNDS CONTRIBUTED, IF ANY, TO THE PROJECT BUDGET FROM
 THE APPLICANT OR OTHER SOURCES OUTSIDE OF THE GRANT.

5 (h) EVALUATE THE PROPORTION OF MONEY IN THE FUND AWARDED
6 THROUGH EACH GRANT PROGRAM CREATED IN THIS ARTICLE 2 AND ADJUST
7 THE PROPORTIONS AS NECESSARY.".

- 8 Page 21, lines 24 and 25, strike "PURSUANT TO SECTION 44-2-107 (1) TO
- 9 (3);" and substitute "TO EACH OF THE GRANT PROGRAMS CREATED IN THIS 10 ARTICLE 2;".
- Page 22, line 3, strike "PROVIDER," and substitute "PROVIDER AND
 ELIGIBLE ENTITY,".

Page 22, line 4, strike "PROVIDER;" and substitute "PROVIDER AND
ELIGIBLE ENTITY;".

- 15 Page 22, line 18, strike "AND".
- 16 Page 22, strike line 23 and substitute "OF THE MONEY; AND
- 17 (VIII) TRENDS IN ALCOHOL-RELATED MORBIDITY AND MORTALITY
- 18 IN THE PREVIOUS CALENDAR YEAR.".
- 19 Page 24, strike lines 5 through 23.
- 20 Renumber succeeding section accordingly.

** *** ** *** **