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## SENATE COMMITTEE OF REFERENCE REPORT

February 6, 2025
Chair of Committee Date
Committee on Local Government & Housing.
After consideration on the merits, the Committee recommends the following:
SB25-002 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, line 25, after "of" insert "factory-buil housing".
Page 5, line 4, after "(6)" insert "(a)".
Page 5, after line 10 insert:
"(b) Plumbing installations that connect these structures to external utility sources and that are not considered actions to complete the installation of a factory-built structure as required by a registered installer must be completed by a licensed plumber under a registered plumbing contractor.  (c) The installation of gas piping on the service side must be completed by a qualified gas piping installer.  (d) The inspection and inspectors of these installations other than those authorized to be performed by a registered installer, are regulated in article 155 of title 12 and must be performed by licensed plumbing inspectors.".
Page 5, line 14, after "(5)" insert "(a)".
Page 5, after line 20 insert:
"(b) ELECTRICAL INSTALLATIONS THAT CONNECT THESE

STRUCTURES TO EXTERNAL UTILITY SOURCES AND THAT ARE NOT

CONSIDERED ACTIONS TO COMPLETE THE INSTALLATION OF A

FACTORY-BUILT STRUCTURE AS REQUIRED BY A REGISTERED INSTALLER

- 1 MUST BE COMPLETED BY A LICENSED ELECTRICIAN UNDER A REGISTERED
- 2 ELECTRICAL CONTRACTOR.
- 3 (c) The inspection and inspectors of these installations,
- 4 OTHER THAN THOSE AUTHORIZED TO BE PERFORMED BY A REGISTERED
- 5 INSTALLER, ARE REGULATED IN ARTICLE 115 OF TITLE 12 AND MUST BE
- 6 PERFORMED BY LICENSED ELECTRICAL INSPECTORS.".
- 7 Page 6, strike line 15 and substitute:
- 8 "(I) ESTABLISHING REGIONAL BUILDING CODE STANDARDS".
- 9 Page 6, line 16, strike "CONDITIONS" and substitute "CONDITIONS, AND
- 10 FIRE PROTECTION AND SUPPRESSION ACTIVITIES".
- 11 Page 6, strike line 22 and substitute:
- 12 "(II) IMPLEMENTING THE RECOMMENDED REQUIREMENTS
- 13 DEVELOPED".
- Page 6, line 24, strike "AUTHORIZING" and substitute "THE CONTINUED
- 15 AUTHORIZATION OF".
- Page 6, line 26, strike "DIVISION," and substitute "DIVISION;".
- 17 Page 7, strike line 5.
- 18 Page 7, line 6, strike "ACTIVITY" and substitute "(III) COVERING
- 19 ELECTRICAL OR PLUMBING CODES".
- 20 Page 7, strike line 17 and substitute "PLANS, ON A THIRD PARTY THAT
- 21 CONDUCTS INSPECTIONS ON ITS BEHALF, OF CONTRACTS OF SELLERS TO
- VERIFY COMPLIANCE, AND TO ENSURE PROTECTION OF DOWN PAYMENTS
- 23 MADE BY PURCHASERS THAT ARE RETAINED BY THE SELLER OR
- 24 MANUFACTURER.".
- 25 Page 7, strike lines 18 and 19 and substitute:
- 26 "SECTION 6. In Colorado Revised Statutes, 24-32-3305, amend
- 27 (3)(a) introductory portion, (3)(a)(III), (3)(a)(IV), (3)(a)(V), (3)(a)(VI),
- 28 (3)(a)(VII), (3)(a)(VIII), (3)(a)(IX), and (3)(a)(X); add (3)(a)(XII),
- 29 (3)(a)(XIII), (3)(a)(IV), (3)(a)(XV), (3)(c), (3)(d), (3)(e), (3)(f), (3)(g) and
- 30 (4); and **repeal** (3.3) as follows:".

- Page 7, strike lines 21 and 22 and substitute "regional building codes -
- 2 **study.** (3) (a) Except when adopting an energy code pursuant to
- 3 subsection (3.5) of this section, the board must consult with and obtain
- 4 the advice of an advisory committee on factory-built structures and tiny
- 5 homes in the drafting and promulgation of rules. The committee consists
- of fifteen NINETEEN members appointed by the division from the following professional and technical disciplines:
  - (III) Three from building code enforcement, REPRESENTING THE FOLLOWING COUNTY OR MUNICIPAL CLASSIFICATIONS AS DESIGNATED BY THE DIVISION PURSUANT TO SECTION 29-4-1107 (1)(d):
  - (A) ONE FROM RURAL;
    - (B) ONE FROM RURAL RESORT; AND
- 13 (C) ONE FROM URBAN;

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- (IV) One from mechanical engineering or contracting THE DEPARTMENT OF REGULATORY AGENCIES;
- 16 (V) One from electrical engineering or contracting LICENSED 17 ELECTRICIAN;
  - (VI) One from the plumbing industry LICENSED PLUMBER;
  - (VII) One from the construction design or producer industry DIVISION OF FIRE PREVENTION AND CONTROL;
    - (VIII) Two Three from manufactured housing factory-built structure construction representing the following occupancy classifications:
    - (A) ONE FROM THE INTERNATIONAL RESIDENTIAL CODE FOR ONE-AND TWO-FAMILY DWELLINGS;
    - (B) ONE FROM THE INTERNATIONAL BUILDING CODE FOR RESIDENTIAL STRUCTURES; AND
  - (C) ONE FROM THE INTERNATIONAL BUILDING CODE FOR FACTORY AND INDUSTRIAL STRUCTURES;
    - (IX) Two ONE from the tiny home industry;
- 31 (X) One from energy conservation; and
- 32 (XI) One from organized labor;
- 33 (XII) ONE DEVELOPER SPECIALIZING IN THE USE OF 34 FACTORY-BUILT STRUCTURES IN PROJECTS;
  - (XIII) ONE FROM CLIMATE RESILIENCY;
- 36 (XIV) ONE REGISTERED INSTALLER; AND
- 37 (XV) ONE REGISTERED SELLER.
- 38 (c) The advisory committee shall develop regional 39 building codes".
- 40 Page 7, line 23, strike "FOR" and substitute "ACCOUNTING FOR LOCAL
- 41 CLIMACTIC AND GEOGRAPHIC CONDITIONS AND FIRE SUPPRESSION
- 42 ACTIVITIES FOR THE CONSTRUCTION AND INSTALLATION OF".

- Page 7, line 27, strike "ON OR BEFORE JULY 1, 2026, THE" and substitute
- 2 "THE".
- Page 8, line 3, strike "HOUSING," and substitute "HOUSING;".
- 4 Page 8, after line 11 insert:
- 5 "(e) THE ADVISORY COMMITTEE SHALL DEVELOP ELECTRICAL OR
  6 PLUMBING CODE COMPLIANCE REQUIRED TO UNDERTAKE OR COMPLETE
  7 THE CONSTRUCTION OR INSTALLATION OF A FACTORY-BUILT STRUCTURE.
- 8 (f) Any future renovation, alteration, or repair of the 9 factory-built structure, including electrical and plumbing,
- 10 THAT IS PROPOSED FOLLOWING THE INSTALLATION AT THE SITE IS SUBJECT
- 11 TO ALL CODES AND RULES OF THE APPROPRIATE GOVERNMENTAL
- 12 AGENCIES HAVING JURISDICTION OVER THE STRUCTURE AND IS SUBJECT TO
- 13 THE JURISDICTION OF THE STATE ELECTRICAL BOARD OR STATE PLUMBING
- 14 BOARD AND THE CORRESPONDING PROFESSIONAL PRACTICE ACTS OF THOSE
- 15 LICENSED PROFESSIONS.".
- 16 Reletter succeeding paragraph accordingly.
- 17 Page 8, line 17, strike "NON-FACTORY-BUILT" and substitute
- 18 "ABOVE-GRADE SITE-BUILT".
- 19 Page 8, after line 20 insert:
- "(3.3) The department shall create for factory-built structures, including those that would be considered accessory dwelling units, model public safety code requirements related to geographic or climatic conditions, such as weight restrictions for roof snow loads, wind shear factors, or wildfire risk, for local governments to consider and adopt
- 25 pursuant to section 24-32-3318 (2)(a).
- 26 (4) ANY FUTURE STATEWIDE ADOPTED CODES CONTEMPLATED IN
- 27 STATUTE MUST BE VETTED THROUGH THE ADVISORY COMMITTEE FOR
- 28 CONSIDERATION FOR ADOPTION BY THE BOARD.".
- 29 Page 12, strike lines 13 through 18 and substitute "behalf. A municipality
- must comply with section 24-32-3318 when enacting building code
- provisions for a manufactured home as defined in section 24-32-3302
- 32 (20) REGULATED BY THE UNITED STATES DEPARTMENT OF HOUSING AND
- 33 URBAN DEVELOPMENT, AND IT MUST ALSO COMPLY WITH THE
- 34 REQUIREMENTS ESTABLISHED BY THE DIVISION OF HOUSING FOR
- 35 FACTORY-BUILT STRUCTURES.".

"SECTION 10. In Colorado Revised Statutes, repeal 24-32-3310 as follows:

24-32-3310. Local enforcement. Nothing in this part 33 may interfere with the right of local governments to enforce local rules governing the installation of factory-built housing pursuant to section 24-32-3318 that bear the insignia of approval issued by the division pursuant to section 24-32-3311 (1)(a) if the local rules are not inconsistent with state rules adopted pursuant to section 24-32-3305.

**SECTION 11.** In Colorado Revised Statutes, 24-32-3311, **amend** (4) as follows:

24-32-3311. Certification of factory-built structures - rules. (4) A factory-built structure bearing an insignia of approval issued by the division and affixed by the division or an authorized quality assurance representative pursuant to this part 33 is deemed to be designed and constructed in compliance with the requirements of all codes and standards enacted or adopted by the state and accounting for any local government installation requirements adopted in compliance with sections 24-32-3310 and 24-32-3318 that are applicable to the construction of factory-built structures, to the extent that the design and construction relates to work performed in a factory or work on a factory-built structure that is completed at the installation site as reflected in the approved plans for the factory-built structure. The determination by the division of the scope of such approval is final. An insignia of approval affixed to the factory-built structure does not expire unless the design and construction of the factory-built structure has been modified from approved plans.

**SECTION 12.** In Colorado Revised Statutes, 24-32-3318, **amend** (2)(a); and **repeal** (1) as follows:

24-32-3318. Local installation standards preempted. (1) Except as authorized in section 24-32-3329, a local government shall not adopt less stringent standards for an installation than those promulgated by the division. A local government shall not, without express consent by the division, adopt different standards than the standards for an installation promulgated by the division.

(2) (a) Nothing in this section prohibits a local government from enacting standards for tiny homes, mobile homes or modular homes concerning unique public safety requirements related to geographic or climatic conditions, such as weight restrictions for roof snow loads, wind shear factors, or wildfire risk, as otherwise permitted by law.

**SECTION 13.** In Colorado Revised Statutes, 24-75-402, **add** (5)(lll) as follows:

24-75-402. Cash funds - limit on uncommitted reserves -

- 1 reduction in the amount of fees exclusions definitions.
- 2 Notwithstanding any provision of this section to the contrary, the
- 3 following cash funds are excluded from the limitations in this section:
- 4 (111) THE BUILDING REGULATION FUND CREATED IN SECTION
- 5 24-32-3309 (1)(a)(III).".
- 6 Renumber succeeding section accordingly.
- 7 After "DESIGN" insert "AND CONSTRUCTION" on: Page 7, lines 9, 13, and
- 8 16.

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